



# HEALTH QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2018  
OF THE CONDITION AND AFFAIRS OF THE

## CareFirst BlueChoice, Inc.

NAIC Group Code	0380 (Current)	0380 (Prior)	NAIC Company Code	96202	Employer's ID Number	52-1358219
Organized under the Laws of	District of Columbia		State of Domicile or Port of Entry		DC	
Country of Domicile	United States of America					
Licensed as business type:	Health Maintenance Organization					
Is HMO Federally Qualified?	Yes [ ] No [ X ]					
Incorporated/Organized	06/22/1984		Commenced Business		03/01/1985	
Statutory Home Office	840 First Street, NE (Street and Number)		Washington, DC, US 20065 (City or Town, State, Country and Zip Code)			
Main Administrative Office	10455 Mill Run Circle (Street and Number)		410-581-3000 (Area Code) (Telephone Number)			
	Owings Mills, MD, US 21117 (City or Town, State, Country and Zip Code)					
Mail Address	10455 Mill Run Circle (Street and Number or P.O. Box)		Owings Mills, MD, US 21117 (City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	10455 Mill Run Circle (Street and Number)		410-998-7011 (Area Code) (Telephone Number)			
	Owings Mills, MD, US 21117 (City or Town, State, Country and Zip Code)					
Internet Website Address	www.carefirst.com					
Statutory Statement Contact	William Vincent Stack (Name)		410-998-7011 (Area Code) (Telephone Number)			
	bill.stack@carefirst.com (E-mail Address)		410-998-6850 (FAX Number)			

### OFFICERS

President and Chief Executive Officer	Brian David Pieninck #	Corp. Treasurer & VP	Jeanne Ann Kennedy
Corp. Secretary, Exec. VP & Gen. Counsel	Meryl Davis Burgin		

### OTHER

Gregory Mark Chaney, EVP & CFO	Stacia Anne Cohen #, EVP, Medical Affairs	David Jeffrey Corkum, EVP, Large Group SBU
John David Kaercher #, EVP, Chief Information Officer	Rose Vartuhi Megian, EVP, Small and Medium Group SBU	Wanda Kay Oneferu-Bey, EVP, Consumer Direct & Government Programs SBU
Maria Harris Tildon #, EVP, Mktg Comm & Ext Affairs	Jennifer Ann Cryor Baldwin, SVP, Patient Centered Medical Home (PCMH)	Peter Andrew Berry, SVP, Chief Actuary
Stacey Rae Breidenstein #, SVP, Networks Management	Vickie Shennay Cosby #, SVP, Consumer Direct SBU	Sandra Anne Dilworth #, SVP, IT Operations
Andrew James Fitzsimmons #, SVP, Chief Informatics Officer	Melvelyn Melson Greene #, SVP, FEP Local Operations	Jonathan Nahm Kromm #, SVP, Mktg & Comm
Usha Nakhasi, SVP, Gen Mgr SBPASC/FEPOC	Kenneth Patrick Sullivan #, SVP, IT Applications	Michelle Judith Wright, SVP, Human Resources

### DIRECTORS OR TRUSTEES

Jeffrey Peter DiLisi #	Wendell Lee Johns	Ann Baldwin Mech
Brian David Pieninck #	John Frederick Reim	

State of Maryland  
County of Baltimore SS:

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

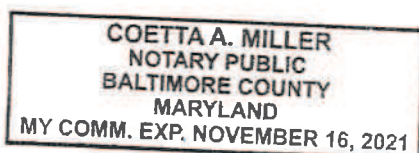
Brian David Pieninck  
President and Chief Executive Officer

Meryl Davis Burgin  
Corp. Secretary, Exec. VP & Gen. Counsel

Jeanne Ann Kennedy  
Corp. Treasurer & VP

Subscribed and sworn to before me this 8th day of November, 2018  
Coetta A. Miller

- a. Is this an original filing? ..... Yes [ X ] No [ ]  
b. If no,  
1. State the amendment number.....  
2. Date filed .....  
3. Number of pages attached.....



ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	598,898,563	0	598,898,563	599,114,602
2. Stocks:				
2.1 Preferred stocks .....	0	0	0	0
2.2 Common stocks .....	163,778,363	0	163,778,363	128,501,035
3. Mortgage loans on real estate:				
3.1 First liens .....	0	0	0	0
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ .....0 encumbrances) .....	0	0	0	0
4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....	0	0	0	0
4.3 Properties held for sale (less \$ .....0 encumbrances) .....	0	0	0	0
5. Cash (\$ .....(87,709,346) ), cash equivalents (\$ .....123,139,136 ) and short-term investments (\$ .....71,408,138 ) .....	106,837,928	0	106,837,928	95,197,392
6. Contract loans (including \$ .....0 premium notes) .....	0	0	0	0
7. Derivatives .....	0	0	0	0
8. Other invested assets .....	0	0	0	823,246
9. Receivables for securities .....	0	0	0	0
10. Securities lending reinvested collateral assets .....	0	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	869,514,854	0	869,514,854	823,636,275
13. Title plants less \$ .....0 charged off (for Title insurers only) .....	0	0	0	0
14. Investment income due and accrued .....	4,433,348	0	4,433,348	4,192,828
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	76,976,111	4,399,432	72,576,679	72,800,250
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....0 earned but unbilled premiums) .....	0	0	0	0
15.3 Accrued retrospective premiums (\$ .....0 ) and contracts subject to redetermination (\$ .....28,788,737 ) .....	28,788,737	0	28,788,737	9,262,303
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	204,148	0	204,148	5,808,408
16.2 Funds held by or deposited with reinsured companies .....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts .....	383,062	0	383,062	391,633
17. Amounts receivable relating to uninsured plans .....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0	19,376,352
18.2 Net deferred tax asset .....	19,225,932	5,943,759	13,282,173	7,447,098
19. Guaranty funds receivable or on deposit .....	0	0	0	0
20. Electronic data processing equipment and software .....	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$ .....0 ) .....	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	44,906,850	0	44,906,850	64,702,596
24. Health care (\$ .....123,945,110 ) and other amounts receivable .....	169,768,874	4,912,946	164,855,928	150,515,798
25. Aggregate write-ins for other than invested assets .....	920,191	920,191	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	1,215,122,107	16,176,328	1,198,945,779	1,158,133,541
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0	0
28. Total (Lines 26 and 27)	1,215,122,107	16,176,328	1,198,945,779	1,158,133,541
DETAILS OF WRITE-INS				
1101. ....	0	0	0	0
1102. ....	0	0	0	0
1103. ....	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. Prepaid Expenses .....	920,191	920,191	0	0
2502. ....	0	0	0	0
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	920,191	920,191	0	0

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ .....0 reinsurance ceded) .....	194,073,489	1,262,297	195,335,786	180,353,707
2. Accrued medical incentive pool and bonus amounts .....	0	0	0	0
3. Unpaid claims adjustment expenses .....	6,363,076	41,387	6,404,463	6,347,960
4. Aggregate health policy reserves, including the liability of \$ .....33,660,000 for medical loss ratio rebate per the Public Health Service Act .....	113,007,446	0	113,007,446	154,272,458
5. Aggregate life policy reserves .....	0	0	0	0
6. Property/casualty unearned premium reserve .....	0	0	0	0
7. Aggregate health claim reserves .....	0	0	0	0
8. Premiums received in advance .....	67,375,642	0	67,375,642	78,592,386
9. General expenses due or accrued .....	71,606,086	0	71,606,086	43,052,001
10.1 Current federal and foreign income tax payable and interest thereon (including \$ .....1,770,502 on realized gains (losses)) .....	2,327,693	0	2,327,693	0
10.2 Net deferred tax liability .....	0	0	0	0
11. Ceded reinsurance premiums payable .....	0	0	0	0
12. Amounts withheld or retained for the account of others.....	5,372,988	0	5,372,988	5,683,909
13. Remittances and items not allocated .....	42,564	0	42,564	40,986
14. Borrowed money (including \$ .....0 current) and interest thereon \$ .....0 (including \$ .....0 current) .....	0	0	0	0
15. Amounts due to parent, subsidiaries and affiliates .....	2,218,516	0	2,218,516	3,012,785
16. Derivatives .....	0	0	0	0
17. Payable for securities .....	0	0	0	0
18. Payable for securities lending .....	0	0	0	0
19. Funds held under reinsurance treaties (with \$ .....0 authorized reinsurers, \$ .....0 unauthorized reinsurers and \$ .....0 certified reinsurers).....	0	0	0	0
20. Reinsurance in unauthorized and certified (\$ .....0 ) companies .....	0	0	0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates .....	0	0	0	0
22. Liability for amounts held under uninsured plans .....	0	0	0	7,932,881
23. Aggregate write-ins for other liabilities (including \$ .....227,444 current) .....	6,860,581	0	6,860,581	6,230,833
24. Total liabilities (Lines 1 to 23) .....	469,248,081	1,303,684	470,551,765	485,519,906
25. Aggregate write-ins for special surplus funds .....	XXX	XXX	0	69,000,000
26. Common capital stock .....	XXX	XXX	10,000	10,000
27. Preferred capital stock .....	XXX	XXX	0	0
28. Gross paid in and contributed surplus .....	XXX	XXX	50,615,750	50,615,750
29. Surplus notes .....	XXX	XXX	0	0
30. Aggregate write-ins for other than special surplus funds .....	XXX	XXX	0	0
31. Unassigned funds (surplus) .....	XXX	XXX	677,768,264	552,987,885
32. Less treasury stock, at cost:				
32.1 .....0 shares common (value included in Line 26 \$ .....0 ) .....	XXX	XXX	0	0
32.2 .....0 shares preferred (value included in Line 27 \$ .....0 ) .....	XXX	XXX	0	0
33. Total capital and surplus (Lines 25 to 31 minus Line 32) .....	XXX	XXX	728,394,014	672,613,635
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	1,198,945,779	1,158,133,541
DETAILS OF WRITE-INS				
2301. Reinsurance Payable .....	227,444	0	227,444	306,275
2302. Amounts Held for Escheatment to State .....	1,582,784	0	1,582,784	2,158,221
2303. Tax Contingency Reserve .....	466,424	0	466,424	1,562,112
2398. Summary of remaining write-ins for Line 23 from overflow page .....	4,583,929	0	4,583,929	2,204,225
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	6,860,581	0	6,860,581	6,230,833
2501. Special Surplus 2018 Health Insurer Fee .....	XXX	XXX	0	69,000,000
2502. ....	XXX	XXX	0	0
2503. ....	XXX	XXX	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	XXX	XXX	0	69,000,000
3001. ....	XXX	XXX	0	0
3002. ....	XXX	XXX	0	0
3003. ....	XXX	XXX	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page .....	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098)(Line 30 above)	XXX	XXX	0	0

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months .....	XXX	5,760,323	5,989,473	7,964,517
2. Net premium income ( including \$ .....0 non-health premium income).....	XXX	2,728,389,565	2,479,675,950	3,338,835,931
3. Change in unearned premium reserves and reserve for rate credits.....	XXX	(18,546,766)	(55,407,164)	(93,276,067)
4. Fee-for-service (net of \$ .....0 medical expenses).....	XXX	0	0	0
5. Risk revenue .....	XXX	0	0	0
6. Aggregate write-ins for other health care related revenues .....	XXX	2,280,845	2,234,389	2,977,905
7. Aggregate write-ins for other non-health revenues .....	XXX	0	0	0
8. Total revenues (Lines 2 to 7) .....	XXX	2,712,123,644	2,426,503,175	3,248,537,769
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits .....	7,895,691	1,387,100,527	1,315,490,183	1,771,426,336
10. Other professional services .....	0	131,422,251	121,231,780	166,672,013
11. Outside referrals .....	5,111,339	5,111,339	3,600,863	5,149,959
12. Emergency room and out-of-area .....	341,021	57,215,822	52,655,623	70,923,826
13. Prescription drugs .....	0	484,710,853	473,975,541	636,969,491
14. Aggregate write-ins for other hospital and medical .....	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts .....	0	0	0	0
16. Subtotal (Lines 9 to 15) .....	13,348,051	2,065,560,792	1,966,953,990	2,651,141,625
<b>Less:</b>				
17. Net reinsurance recoveries .....	0	(3,152,353)	(4,566,194)	(5,599,364)
18. Total hospital and medical (Lines 16 minus 17) .....	13,348,051	2,068,713,145	1,971,520,184	2,656,740,989
19. Non-health claims (net) .....	0	0	0	0
20. Claims adjustment expenses, including \$ .....49,358,792 cost containment expenses .....	0	125,067,070	129,015,911	174,845,511
21. General administrative expenses .....	0	443,306,547	373,738,474	499,462,947
22. Increase in reserves for life and accident and health contracts (including \$ .....0 increase in reserves for life only) .....	0	0	0	0
23. Total underwriting deductions (Lines 18 through 22).....	13,348,051	2,637,086,762	2,474,274,569	3,331,049,447
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	XXX	75,036,882	(47,771,394)	(82,511,678)
25. Net investment income earned .....	0	17,443,579	16,185,337	21,944,950
26. Net realized capital gains (losses) less capital gains tax of \$ .....1,770,502 .....	0	6,660,461	11,238,069	11,455,524
27. Net investment gains (losses) (Lines 25 plus 26) .....	0	24,104,040	27,423,406	33,400,474
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ .....0 ) (amount charged off \$ .....0 )].....	0	0	0	0
29. Aggregate write-ins for other income or expenses .....	0	37,405	37,393	(8,222)
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....	XXX	99,178,327	(20,310,595)	(49,119,426)
31. Federal and foreign income taxes incurred .....	XXX	42,508,610	(13,101,891)	(21,298,638)
32. Net income (loss) (Lines 30 minus 31) .....	XXX	56,669,717	(7,208,704)	(27,820,788)
<b>DETAILS OF WRITE-INS</b>				
0601. TDN Access Fees .....	XXX	499	4,793	5,110
0602. FEHBP OPMHMO Incentive .....	XXX	2,280,346	2,229,596	2,972,795
0603. ....	XXX	0	0	0
0698. Summary of remaining write-ins for Line 6 from overflow page .....	XXX	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698)(Line 6 above) .....	XXX	2,280,845	2,234,389	2,977,905
0701. ....	XXX	0	0	0
0702. ....	XXX	0	0	0
0703. ....	XXX	0	0	0
0798. Summary of remaining write-ins for Line 7 from overflow page .....	XXX	0	0	0
0799. Totals (Lines 0701 through 0703 plus 0798)(Line 7 above) .....	XXX	0	0	0
1401. ....	0	0	0	0
1402. ....	0	0	0	0
1403. ....	0	0	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page .....	0	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above) .....	0	0	0	0
2901. Other Miscellaneous Income .....	0	56,118	112,216	137,820
2902. Regulatory Fines and Fees .....	0	(18,713)	(74,823)	(146,042)
2903. ....	0	0	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above) .....	0	37,405	37,393	(8,222)

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
CAPITAL AND SURPLUS ACCOUNT			
33. Capital and surplus prior reporting year.....	672,613,635	697,523,016	697,523,016
34. Net income or (loss) from Line 32 .....	56,669,717	(7,208,704)	(27,820,788)
35. Change in valuation basis of aggregate policy and claim reserves .....	0	0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ ..... (1,592,096)	(6,020,229)	(1,028,936)	3,009,767
37. Change in net unrealized foreign exchange capital gain or (loss) .....	0	0	0
38. Change in net deferred income tax .....	9,704,628	(4,320,697)	(9,589,783)
39. Change in nonadmitted assets .....	(4,573,737)	9,055,537	9,491,423
40. Change in unauthorized and certified reinsurance .....	0	0	0
41. Change in treasury stock .....	0	0	0
42. Change in surplus notes .....	0	0	0
43. Cumulative effect of changes in accounting principles.....	0	0	0
44. Capital Changes:			
44.1 Paid in .....	0	0	0
44.2 Transferred from surplus (Stock Dividend).....	0	0	0
44.3 Transferred to surplus.....	0	0	0
45. Surplus adjustments:			
45.1 Paid in .....	0	0	0
45.2 Transferred to capital (Stock Dividend) .....	0	0	0
45.3 Transferred from capital .....	0	0	0
46. Dividends to stockholders .....	0	0	0
47. Aggregate write-ins for gains or (losses) in surplus .....	0	(110)	0
48. Net change in capital & surplus (Lines 34 to 47) .....	55,780,379	(3,502,910)	(24,909,381)
49. Capital and surplus end of reporting period (Line 33 plus 48)	728,394,014	694,020,106	672,613,635
DETAILS OF WRITE-INS			
4701. Miscellaneous Adjustments .....	0	(110)	0
4702. ....	0	0	0
4703. ....			
4798. Summary of remaining write-ins for Line 47 from overflow page .....	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798)(Line 47 above)	0	(110)	0

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance .....	2,639,127,635	2,433,829,346	3,265,419,717
2. Net investment income .....	18,702,183	18,492,934	25,144,126
3. Miscellaneous income .....	2,280,845	2,234,389	2,977,905
4. Total (Lines 1 to 3) .....	2,660,110,663	2,454,556,669	3,293,541,748
5. Benefit and loss related payments .....	2,061,798,548	1,923,513,718	2,596,286,861
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	548,578,700	508,772,061	667,406,533
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... 1,770,502 tax on capital gains (losses) .....	22,575,067	(21,607,678)	(20,863,545)
10. Total (Lines 5 through 9) .....	2,632,952,315	2,410,678,101	3,242,829,849
11. Net cash from operations (Line 4 minus Line 10) .....	27,158,348	43,878,568	50,711,899
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	610,422,148	630,766,600	915,531,416
12.2 Stocks .....	61,027,471	93,600,000	93,600,000
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	845,479	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	(5,607)	0	0
12.7 Miscellaneous proceeds .....	0	700,000	700,000
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	672,289,491	725,066,600	1,009,831,416
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	614,167,566	612,135,889	911,493,742
13.2 Stocks .....	93,040,448	61,774,717	62,624,700
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	0	0	0
13.6 Miscellaneous applications .....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	707,208,014	673,910,606	974,118,442
14. Net increase (or decrease) in contract loans and premium notes .....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	(34,918,523)	51,155,994	35,712,974
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0	0
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0	0
16.5 Dividends to stockholders .....	0	0	0
16.6 Other cash provided (applied) .....	19,400,711	14,848,917	1,995,779
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) .....	19,400,711	14,848,917	1,995,779
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) ..	11,640,536	109,883,479	88,420,652
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	95,197,392	6,776,740	6,776,740
19.2 End of period (Line 18 plus Line 19.1) .....	106,837,928	116,660,219	95,197,392

Note: Supplemental disclosures of cash flow information for non-cash transactions:

--	--	--	--

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1  Total	Comprehensive (Hospital & Medical)		4  Medicare Supplement	5  Vision Only	6  Dental Only	7  Federal Employees Health Benefit Plan	8  Title XVIII Medicare	9  Title XIX Medicaid	10  Other
		2  Individual	3  Group							
Total Members at end of:										
1. Prior Year .....	656,648	154,317	432,709	0	658	435	68,529	0	0	0
2. First Quarter .....	643,005	131,809	441,764	0	608	456	68,368	0	0	0
3. Second Quarter .....	635,819	124,504	441,459	0	618	493	68,745	0	0	0
4. Third Quarter .....	631,370	119,874	441,065	0	596	519	69,316	0	0	0
5. Current Year	0	0	0	0	0	0	0	0	0	0
6. Current Year Member Months	5,760,323	1,163,646	3,969,050	0	5,380	4,223	618,024	0	0	0
Total Member Ambulatory Encounters for Period:										
7. Physician .....	2,892,109	622,021	1,880,665	0	0	0	389,423	0	0	0
8. Non-Physician .....	2,220,562	505,250	1,421,187	0	0	0	294,125	0	0	0
9. Total	5,112,671	1,127,271	3,301,852	0	0	0	683,548	0	0	0
10. Hospital Patient Days Incurred	95,722	24,839	57,672	0	0	0	13,211	0	0	0
11. Number of Inpatient Admissions	24,459	5,825	15,529	0	0	0	3,105	0	0	0
12. Health Premiums Written (a) .....	2,725,652,714	679,594,389	1,733,139,053	0	39,687	454,206	312,425,379	0	0	0
13. Life Premiums Direct .....	0	0	0	0	0	0	0	0	0	0
14. Property/Casualty Premiums Written .....	0	0	0	0	0	0	0	0	0	0
15. Health Premiums Earned .....	2,707,105,948	679,595,197	1,707,006,466	0	39,687	454,206	320,010,392	0	0	0
16. Property/Casualty Premiums Earned .....	0	0	0	0	0	0	0	0	0	0
17. Amount Paid for Provision of Health Care Services.....	2,050,606,432	495,628,643	1,264,118,382	0	199,670	320,838	290,338,899	0	0	0
18. Amount Incurred for Provision of Health Care Services	2,065,560,792	494,135,212	1,277,669,438	0	199,670	317,568	293,238,904	0	0	0

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$ 0

## CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

oo



UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5  Claims Incurred in Prior Years (Columns 1 + 3)	6  Estimated Claim Reserve and Claim Liability December 31 of Prior Year
	1  On Claims Incurred Prior to January 1 of Current Year	2  On Claims Incurred During the Year	3  On Claims Unpaid Dec. 31 of Prior Year	4  On Claims Incurred During the Year		
1. Comprehensive (hospital and medical) .....	137,923,855	1,709,891,238	2,063,829	169,508,126	139,987,684	159,514,331
2. Medicare Supplement .....	0	0	0	0	0	0
3. Dental Only .....	333,996	3,111,496	8,852	331,232	342,848	315,634
4. Vision Only .....	0	199,670	0	0	0	0
5. Federal Employees Health Benefits Plan .....	20,727,631	269,611,268	137,805	23,285,941	20,865,436	20,523,741
6. Title XVIII - Medicare .....	0	0	0	0	0	0
7. Title XIX - Medicaid .....	0	0	0	0	0	0
8. Other health .....	0	0	0	0	0	0
9. Health subtotal (Lines 1 to 8) .....	158,985,482	1,982,813,672	2,210,486	193,125,299	161,195,968	180,353,706
10. Healthcare receivables (a) .....	0	88,068,087	0	0	0	0
11. Other non-health .....	0	0	0	0	0	0
12. Medical incentive pools and bonus amounts .....	0	0	0	0	0	0
13. Totals (Lines 9-10+11+12)	158,985,482	1,894,745,585	2,210,486	193,125,299	161,195,968	180,353,706

(a) Excludes \$ 40,662,400 loans or advances to providers not yet expensed.

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of CareFirst BlueChoice Inc. (CFBC or the Company) are presented on the basis of accounting practices prescribed or permitted by the District of Columbia Department of Insurance, Securities, and Banking (DISB).

The DISB recognizes only statutory accounting practices prescribed or permitted by the District of Columbia for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the District of Columbia Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the District of Columbia. The Company does not utilize any permitted practices.

For the nine months ended September 30, 2018 and the year ended December 31, 2017, there were no differences in net income (loss) and surplus between NAIC SAP and practices prescribed by the District of Columbia.

(in thousands)						
				September 30,		December 31,
NET INCOME (LOSS)	SSAP #	F/S Page	Line #	2018	2017	
(1) State basis (Page 4, Line 32, Columns 2 & 4)	XXX	XXX	XXX	\$ 56,670	\$ (27,821)	
(2) State Prescribed Practices that increase/(decrease) NAIC SAP				-	-	
(3) State Permitted Practices that increase/(decrease) NAIC SAP				-	-	
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	\$ 56,670	\$ (27,821)	
SURPLUS						
(5) State basis (Page 3, Line 33, Columns 3 & 4)	XXX	XXX	XXX	\$ 728,394	\$ 672,614	
(6) State Prescribed Practices that increase/(decrease) NAIC SAP				-	-	
(7) State Permitted Practices that increase/(decrease) NAIC SAP				-	-	
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	\$ 728,394	\$ 672,614	

B. Use of Estimates in the Preparation of the Financial Statements

No change.

C. Accounting Policy

Bonds

Mortgage-backed securities that are included within bonds are valued at amortized cost using the interest method including anticipated prepayments except in cases where NAIC guidance requires them to be carried at the lower of cost or fair value. Prepayment assumptions are obtained from external sources and are based on the current interest rate and economic environment. The prospective adjustment method is used to value all such securities (refer to Note 20).

D. Going Concern

The Company's management has determined that there is no substantial doubt about its ability to continue as a going concern.

(1) – (4) Not applicable.

2. Accounting Changes and Corrections of Errors

None.

3. Business Combinations and Goodwill

Not applicable.

4. Discontinued Operations

Not applicable.

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

None.

NOTES TO FINANCIAL STATEMENTS

B. Debt Restructuring

None.

C. Reverse Mortgages

None.

D. Loan-Backed Securities

- (1) The Company records its investment in loan-backed securities using the prospective adjustment method. Prepayment assumptions for single and multi-class mortgage-backed/other asset-backed securities are obtained from broker survey values. The Company uses IDC to determine the fair value for such securities.
- (2) The Company does not have any mortgage-backed/other asset-backed securities which are other-than-temporarily impaired where the Company intends to sell, or does not have the intent and ability to hold until recovery.
- (3) For the quarter ended September 30, 2018, the Company did not recognize other-than-temporary impairment in mortgage-backed/other asset-backed securities that the Company has the intent to hold, but does not expect to recover the entire amortized cost basis of the securities. At September 30, 2018, the Company did not hold any mortgage-backed or other asset-backed securities where the present value of cash flows expected to be collected is less than the amortized cost basis.
- (4) The following table shows the gross unrealized losses and fair value of the Company’s mortgage-backed/other asset-backed securities with unrealized losses that are not deemed to be other-than-temporarily impaired, aggregated by investment category and by length of time that individual securities have been in a continuous unrealized loss position (*in thousands*):

	Fair Value < 1 Year	Unrealized Losses < 1 Year	Fair Value > 1 Year	Unrealized Losses > 1 Year	Total Unrealized Losses
September 30, 2018					
Government sponsored enterprise mortgage-backed securities	\$ 83,235	\$ 1,422	\$ 79,524	\$ 3,850	\$ 5,272
Other mortgage-backed and asset-backed securities	23,295	237	4,492	128	365
Total	\$ 106,530	\$ 1,659	\$ 84,016	\$ 3,978	\$ 5,637

- (5) No change.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

None.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

None.

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

None.

H. Repurchase Agreements Transactions Accounted for as a Sale

None.

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

None.

J. Real Estate

None.

K. Low-Income Housing Tax Credits (LIHTC)

None.

NOTES TO FINANCIAL STATEMENTS

L. Restricted Assets

No change.

M. Working Capital Finance Investments

None.

N. Offsetting and Netting of Assets and Liabilities

None.

O. Structured Notes

No change.

P. 5\* Securities

No change.

Q. Short Sales

None.

R. Prepayment Penalty and Acceleration Fees

	General Account
(1) Number of CUSIPs	8
(2) Aggregate Amount of Investment Income <i>(in thousands)</i>	\$ 53

6. Joint Ventures, Partnerships and Limited Liability Companies

A. – B. Not applicable.

7. Investment Income

A. – B. No change.

8. Derivative Instruments

None.

9. Income Taxes

A. Deferred Tax Asset/Liability

(1) The following table shows the components of the net deferred tax asset and deferred tax liability recognized in the Company’s financial statements by tax character *(in thousands)*:

	September 30, 2018			December 31, 2017			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Gross deferred tax assets	\$ 19,461	\$ -	\$ 19,461	\$ 9,757	\$ -	\$ 9,757	\$ 9,704	\$ -	\$ 9,704
Statutory valuation allowance adjustment	-	-	-	-	-	-	-	-	-
Adjusted gross deferred tax assets	19,461	-	19,461	9,757	-	9,757	9,704	-	9,704
Deferred tax assets nonadmitted	5,944	-	5,944	482	-	482	5,462	-	5,462
Subtotal net admitted deferred tax asset	13,517	-	13,517	9,275	-	9,275	4,242	-	4,242
Deferred tax liabilities	6	230	236	6	1,822	1,828	-	(1,592)	(1,592)
Net admitted deferred tax asset/(liability)	\$ 13,511	\$ (230)	\$ 13,281	\$ 9,269	\$ (1,822)	\$ 7,447	\$ 4,242	\$ 1,592	\$ 5,834

NOTES TO FINANCIAL STATEMENTS

(2) – (3) The amount of admitted adjusted gross deferred tax assets are as follows (in thousands):

	September 30, 2018			December 31, 2017			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 13,511	\$ -	\$ 13,511	\$ 2,345	\$ -	\$ 2,345	\$ 11,166	\$ -	\$ 11,166
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from a, above) after application of the threshold limitation. (lesser of b.i. and b.ii. below)	-	-	-	6,924	-	6,924	(6,924)	-	(6,924)
i. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	-	-	-	6,924	-	6,924	(6,924)	-	(6,924)
ii. Adjusted gross deferred tax assets allowed per limitation threshold	NA	NA	107,267	NA	NA	99,775	NA	NA	7,492
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from a. and b. above) offset by gross deferred tax liabilities.	6	-	6	6	-	6	-	-	-
d. Deferred tax asset ddmitted as the result of application of SSAP No. 101 total (a.+b.+c.)	\$ 13,517	\$ -	\$ 13,517	\$ 9,275	\$ -	\$ 9,275	\$ 4,242	\$ -	\$ 4,242

	2018	2017
Ratio percentage used to determine recovery period and threshold limitation amount	713%	713%
Amount of adjusted capital and surplus used to determine recovery period and threshold limitation	\$ 715,112	\$ 665,167

(4) The impact of tax planning strategies on adjusted gross DTA's and net admitted DTA's is as follows (in thousands):

	9/30/2018			12/31/2017			Change		
	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent
Adjusted gross DTAs	\$ 19,461	\$ -	\$ 19,461	\$ 9,757	\$ -	\$ 9,757	\$ 9,704	\$ -	\$ 9,704
Percentage of adjusted gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net admitted adjusted gross DTAs	\$ 13,517	\$ -	\$ 13,517	\$ 9,275	\$ -	\$ 9,275	\$ 4,242	\$ -	\$ 4,242
Percentage of net admitted adjusted gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%

The Company’s tax-planning strategy does not include the use of reinsurance.

B. Unrecognized Deferred Tax Liabilities

(1) – (4) At September 30, 2018 and 2017, the Company had no unrecognized deferred tax liabilities.

C. Significant Components of Income Taxes

(1) The provision (benefit) for income taxes on earnings for the quarters ended September 30, 2018 and September 30, 2017 and year ended December 31, 2017 are as follows (in thousands):

Current Income Tax:	Sep. 30, 2018	Sep. 30, 2017	Dec. 31, 2017
Federal provision (benefit)	\$ 42,508	\$ (13,102)	\$ (21,298)
Foreign	-	-	-
Subtotal	42,508	(13,102)	(21,298)
Federal income tax on net capital gains (losses)	1,771	6,051	6,168
Utilization of capital loss carry-forwards	-	-	-
Other	-	-	-
Federal and foreign income taxes incurred (benefit)	\$ 44,279	\$ (7,051)	\$ (15,130)

NOTES TO FINANCIAL STATEMENTS

(2) – (4) The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows (in thousands):

Deferred Tax Assets:	Sep. 30, 2018	Dec. 31, 2017	Change
<b>Ordinary</b>			
Discounting of unpaid losses	\$ 318	\$ 296	\$ 22
Unearned premium reserve	2,700	3,264	(564)
Policyholder reserves	-	-	-
Investments	-	-	-
Deferred acquisition costs	-	-	-
Policyholder dividends accrual	-	-	-
Fixed assets	-	-	-
Compensation and benefits accrual	-	-	-
Pension accrual	-	-	-
Receivables - nonadmitted	-	-	-
Net operating loss carry-forward	-	-	-
Tax credit carry-forward	-	-	-
Other	16,443	6,197	10,246
Subtotal	19,461	9,757	9,704
Statutory valuation allowance adjustment	-	-	-
Nonadmitted	5,944	482	5,462
Admitted ordinary deferred tax assets	13,517	9,275	4,242
<b>Capital</b>			
Investments	-	-	-
Net capital loss carry-forward	-	-	-
Real estate	-	-	-
Other	-	-	-
Subtotal	-	-	-
Statutory valuation allowance adjustment	-	-	-
Nonadmitted	-	-	-
Admitted capital deferred tax assets	-	-	-
Admitted deferred tax assets	13,517	9,275	4,242
<b>Deferred Tax Liabilities:</b>			
<b>Ordinary</b>			
Investments	-	-	-
Fixed assets	-	-	-
Deferred and uncollected premium	-	-	-
Policyholder reserves	-	-	-
Other	6	6	-
Subtotal	6	6	-
<b>Capital</b>			
Investments	230	1,822	(1,592)
Real estate	-	-	-
Other	-	-	-
Subtotal	230	1,822	(1,592)
Deferred tax liabilities	236	1,828	(1,592)
Net deferred tax assets	\$ 13,281	\$ 7,447	\$ 5,834

Deferred tax assets are reflected as admitted assets, subject to certain limitations. The components of the net deferred tax asset recognized in the Company’s balance sheets – statutory basis are as follows (in thousands):

	Sep. 30, 2018	Dec. 31, 2017	Change
Adjusted gross deferred tax assets	\$ 19,461	\$ 9,757	\$ 9,704
Total deferred tax liabilities	236	1,828	(1,592)
Net deferred tax assets	\$ 19,225	\$ 7,929	\$ 11,296
Tax effect of unrealized gains (losses)			(1,592)
Change in net deferred income tax			\$ 9,704

NOTES TO FINANCIAL STATEMENTS

D. Reconciliation of Federal Income Tax Rate to Effective Rate

The reconciliation of the federal income tax rate to the actual effective rate is as follows (*in thousands*):

	Sep. 30, 2018	Effective Tax Rate
Provision (benefit) computed at statutory rate	\$ 21,199	21.00%
Permanent book to tax and other reserve adjustment	13,859	13.73%
Change in contingency reserves	(670)	-0.66%
Change in federal tax rates	-	0.00%
Nonadmitted assets and other	187	0.19%
Total	<u>\$ 34,575</u>	<u>34.26%</u>
Federal income taxes incurred (benefit)	\$ 44,279	43.86%
Change in net deferred income taxes	(9,704)	-9.61%
Total statutory income taxes	<u>\$ 34,575</u>	<u>34.26%</u>

E. – F.

The Company is part of a federal tax sharing agreement that exists among CFBC (and its related subsidiaries). Through this agreement and the tax allocation methodology, federal taxes have been allocated to the Company. The tax sharing agreement calls for allocation of current federal income tax liability to the Company on the basis of the percentage of the consolidated federal income tax liability attributable to the Company computed on a separate company basis to the total consolidated federal income tax liability. The agreement also provides that to the extent the Company’s subsidiaries tax attributes (e.g., NOLs) reduce the consolidated federal income tax liability, CFBC shall pay the subsidiaries for use of such attributes in the year utilized. Amounts due from the subsidiaries for federal income taxes are settled quarterly.

Pursuant to this agreement, the Company has the enforceable right to recoup federal income taxes paid in prior years in the event of future net losses, which it may incur, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes.

On December 22, 2017, the legislation known as Tax Cuts and Jobs Act (the Tax Act) was signed into law. The legislation made significant changes to U.S. tax law. Under Accounting Standards Codification (ASC) Topic 740, *Income Taxes*, the effect of changes in tax rates and laws are recognized in the period in which the new legislation is enacted. In the case of U.S. federal income taxes, the enactment date is the date the bill becomes law (i.e. upon presidential signature).

The most significant changes that affected the Company became effective January 1, 2018: (1) permanently reducing the U.S. corporate income tax rate from a maximum of 35% to a flat 21% rate; (2) eliminating the corporate alternative minimum tax; and (3) changing how existing Alternative Minimum Tax (AMT) credits will be realized. With the repeal of AMT, the Tax Act permits any AMT credit carryovers to offset tax liability beginning in 2018 and refunding up to 50% of the remainder (100% in 2021). The Company had no AMT credits in 2018 and 2017.

On December 22, 2017, the Securities and Exchange Commission (SEC) staff issued Staff Accounting Bulletin (SAB) 118 to address the application of U.S. Generally Accepted Accounting Principles (GAAP) in situations when a company does not have the necessary information available, prepared or analyzed (including computations) in reasonable detail to complete the accounting for certain income tax effects of the Tax Act. The Financial Accounting Standards Board allowed private companies to follow SAB 118 under U.S. GAAP even though they are not regulated by the SEC. On March 24, 2018, Statutory Accounting Principles Working Group adopted INT 18-01, which considers the impact of the Tax Act on SSAP No. 101. Interpretation of INT 18-01 would not require an adjustment to the audited financial statements for changes in tax estimates related to the Tax Act for items that are updated after the filing of the blank. In light of the complexities of tax reform and the absence of specific guidance for private companies, the Company determined that it would apply the guidance in SAB 118 as of March 31, 2018 and for the year ended December 31, 2017.

SAB 118 allows a company to determine a reasonable estimate to be included as provisional amounts and provides a measurement period by which the accounting must be completed. The measurement period ends when the company has obtained, prepared and analyzed the information that was needed in order to complete the accounting requirements under ASC Topic 740 but under no circumstances is the measurement period to extend beyond one year from the enactment date (i.e. December 22, 2018).

The Company is in the process of analyzing the impact of the Tax Act on the year-end income tax provision and has recorded provisional amounts for the Tax Act’s impact, such as re-measurement of certain deferred tax assets and liabilities.

The Company is subject to examination by the Internal Revenue Service and state taxing authorities. In general, the Company’s tax years 2015 and forward remain open under the statutes of limitation and subject to examination.

NOTES TO FINANCIAL STATEMENTS

The Company is exempt from all state income taxes in the jurisdictions for which it is registered to do business.

The Company has not made any deposits under Internal Revenue Code Section 6603 of which it reasonably expects to recover in a subsequent period.

G. Tax Contingencies

Not applicable.

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

CareFirst BlueChoice, Inc. (CFBC or the Company) is a health maintenance organization (HMO) that provides managed health care products and services to individuals and to employees of businesses and governmental agencies in the Washington, D.C. metropolitan area, Northern Virginia and the state of Maryland. Benefits are provided to members through fee-for-service and capitation agreements with local area physicians, hospitals and other health care providers. CFBC has two wholly-owned subsidiaries; The Dental Network, Inc. (TDN) and CapitalCare, Inc. (CapCare). TDN is a licensed dental service corporation that provides dental health coverage to its subscribers through a network of dentists in the state of Maryland. Effective December 13, 2011, CapCare withdrew its HMO license and became a non-insurance entity, which is currently inactive.

CFBC and its subsidiaries are wholly-owned subsidiaries of CareFirst Holdings, LLC (CFH). CFH, a Maryland limited liability company, was formed on December 31, 2010 by contributed assets from CareFirst of Maryland, Inc. (CFMI) and Group Hospitalization and Medical Services, Inc. (GHMSI). CFMI and GHMSI are both affiliates of CareFirst, Inc. (CFI). These affiliates do business as CareFirst BlueCross BlueShield.

11. Debt

Not applicable.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

Not applicable.

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

(1) – (8) No change.

(9) The Company is subject to the Health Insurer Fee (HIF) imposed under Section 9010 of the Patient Protection and Affordable Care Act. In accordance with SSAP No. 106 *Affordable Care Act Section 9010 Assessment* (SSAP 106) the Company's estimated HIF payable in the following year is required to be reclassified from unassigned surplus to special surplus. The Company's balance of special surplus funds represents the amount reclassified for the period. As a result of the 2019 HIF moratorium, there is no amount reclassified to special surplus in 2018.

(10) Change in net unrealized capital gains (losses) for the nine months ended September 30, 2018:

Change in the unrealized gains (losses) from:	
Affiliated common stocks:	
TDN	\$ (30,916)
Unaffiliated common stocks	(7,572,913)
Bonds	(8,496)
Total unrealized gains (losses)	(7,612,325)
Capital gains deferred taxes	1,592,096
Change in net unrealized capital gains (losses)	
less capital gains tax (Page 5 Line 36)	<u>\$ (6,020,229)</u>

(11) – (13) No change.

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

None.

B. Assessments

None.

C. Gain Contingencies

None.



## NOTES TO FINANCIAL STATEMENTS

**D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits**

None.

**E. Joint and Several Liabilities**

None.

**F. All Other Contingencies**

The Company, along with the BCBSA and all of the other BCBSA licensees, has been named as a defendant in multiple suits that make up the Blue Cross Blue Shield Antitrust Litigation. This matter is part of a multi-district litigation combining several anti-trust cases that challenge the exclusive service areas outlined in the BCBSA license agreements. The Company has been cooperating in the joint defense with the BCBSA. In April 2018, the U.S. District Court issued an order clarifying how certain legal standards will be applied to the case. At the request of the Blues Plans, the Court certified that order as immediately appealable. The Blues Plans have filed a brief requesting that the U.S. Circuit Court of Appeal for the Eleventh Circuit accept the appeal. The Company has retained its own independent counsel to defend these cases; however, it is unable to predict the outcome of the matter or to reasonably estimate a range of possible loss.

**15. Leases**

Not applicable.

**16. Information about Financial Instruments with Off-Balance-Sheet Risk and Financial Instruments with Concentrations of Credit Risk**

Not applicable.

**17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities****A. Transfers of Receivables Reported as Sales**

Not applicable.

**B. Transfer and Servicing of Financial Assets**

Not applicable.

**C. Wash Sales**

None.

**18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans****A. ASO Plans**

Not applicable.

**B. ASC Plans**

Not applicable.

**C. Medicare or Similarly Structured Cost Based Reimbursement Contract**

Not applicable.

**19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators**

Not applicable.

**20. Fair Value Measurements**

Included in various investment-related line items in the financial statements are certain financial instruments carried at fair value. Other financial instruments are periodically measured at fair value, such as when impaired, or, for certain bonds and preferred stocks, when carried at the lower of cost or market. Statutory accounting guidance defines fair value, establishes a framework for measuring fair value and establishes disclosures about fair value. The fair value hierarchy is as follows:

- Level 1 – Quoted (unadjusted) prices for identical assets or liabilities in active markets.
- Level 2 – Other observable inputs, either directly or indirectly.
- Level 3 – Unobservable inputs that cannot be corroborated by observable market data.

NOTES TO FINANCIAL STATEMENTS

In instances in which the inputs used to measure fair value fall into different levels of the fair value hierarchy, the fair value measurement has been determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Company’s assessment of the significance of a particular item to the fair value measurement in its entirety requires judgment, including the consideration of inputs specific to the asset. Management is responsible for the determination of fair value, and performs monthly analyses on the prices received from third parties to determine whether the prices appear to be reasonable estimates of fair value.

There were no transfers between levels during the nine months ended September 30, 2018.

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

**Bonds.** The fair value of U.S. Treasury securities is determined by an active price for an identical security in an observable market and is therefore classified as Level 1. Other U.S. government agencies securities, state and municipal securities, foreign government securities, corporate bonds, mortgage-backed securities and other asset-backed securities that are priced by independent pricing services using observable inputs are classified as Level 2. Observable inputs used for other U.S. government agencies securities include quoted prices for like or similar assets, benchmark yields, reported trades and credit spreads. Observable inputs used for state and municipal securities, foreign government securities and corporate bonds include quoted prices for identical or similar assets that are traded in an active market, benchmark yields, new issuances, issuer ratings, reported trades of comparable securities and credit spreads. The fair value of mortgage-backed securities and other asset-backed securities is determined by a cash flow model which utilizes observable inputs such as quoted prices for identical or similar assets, benchmark yields, prepayment speeds, collateral performance, credit spreads and default rates at commonly quoted intervals.

**Stocks.** Fair values of publicly-traded index funds where market quotes are available and are actively traded are classified as Level 1. Fair values of publicly-traded index funds where market quotes are available but are not considered actively traded are classified as Level 2.

The following table presents information about the fair value of the Company’s financial instruments measured and reported at fair value (*in thousands*):

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total Fair Value as of September 30, 2018
<b>Assets</b>				
Bonds	\$ —	\$ 829	\$ —	\$ 829
Common stocks				
Large capital equity index fund	46,716	—	—	46,716
Small capital equity index fund	38,104	—	—	38,104
International equity index fund	43,100	—	—	43,100
Publicly-traded fixed income index fund <sup>(a)</sup>	—	35,410	—	35,410
Total common stocks	127,920	35,410	—	163,330
Total assets measured and reported at fair value	\$ 127,920	\$ 36,239	\$ —	\$ 164,159

<sup>(a)</sup> Represent investments in U.S. Treasury inflation-protected securities.

As of September 30, 2018, the Company has no financial instruments measured at fair value using Level 3 inputs.

The following table presents information about the aggregate fair value of the Company’s financial instruments (*in thousands*):

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Aggregate Fair Value as of September 30, 2018	Admitted Assets as of September 30, 2018
Bonds	\$ 114,104	\$ 470,839	\$ —	\$ 584,943	\$ 598,899
Common stocks	127,920	35,410	—	163,330	163,330
Total assets at fair value	\$ 242,024	\$ 506,249	\$ —	\$ 748,273	\$ 762,229

As of September 30, 2018, the Company has no financial instruments for which it is not practicable to estimate fair value.

## NOTES TO FINANCIAL STATEMENTS

### 21. Other Items

#### A. Unusual or Infrequent Items

Not applicable.

#### B. Troubled Debt Restructuring: Debtors

Not applicable.

#### C. Other Disclosures

In accordance with SSAP 106, the entire HIF is recognized as general administrative expense on January 1. As of September 30, 2018, the Company has recorded the HIF of \$65,222,000, net of reinsurance. As a result of the 2017 HIF moratorium, there was no HIF expense in 2017.

#### D. Business Interruption Insurance Recoveries

Not applicable.

#### E. State Transferable and Non-transferable Tax Credits

Not applicable.

#### F. Subprime-Mortgage-Related Risk Exposure

- (1) The Company categorizes mortgage securities with an average FICO score of less than 675 (credit score) as a subprime mortgage security. The Company has no subprime mortgage securities as of September 30, 2018.
- (2) The Company does not engage in mortgage lending and therefore has no direct exposure through investments in subprime mortgage loans.
- (3) The Company has no exposure in subprime mortgage lending through its fixed maturity and equity investments.

#### G. Retained Assets

Not applicable.

#### H. Insurance-Linked Securities (ILS) Contracts

Not applicable.

### 22. Events Subsequent

Not applicable.

### 23. Reinsurance

#### A. Ceded Reinsurance Report

The Company maintains a reinsurance agreement with CFMI and GHMSI providing stop-loss coverage. This coverage does not have an expiration date.

The Company also maintains a quota-share reinsurance agreement with TDN. Under the terms of the agreement, the Company assumes all the underwriting risk on the business written by TDN. The Company assumed revenue from TDN in the amount of \$2,756,000 and \$3,022,000 and incurred an underwriting loss in the amount of \$2,606,000 and \$2,273,000 for the nine months ended September 30, 2018 and 2017, respectively.

#### B. Uncollectible Reinsurance

Not applicable.

#### C. Commutation of Ceded Reinsurance

Not applicable.

#### D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not applicable.

NOTES TO FINANCIAL STATEMENTS

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

- A. – C. Not applicable.
- D. Medical loss ratio rebates required pursuant to the Public Health Service Act are as follows (*in thousands*):

	Other					
	Individual	Small Group Employer	Large Group Employer	Categories with Rebates	Total	
Prior Reporting Year						
(1) Medical loss ratio rebates incurred	\$	–	\$ 43,855	\$ 28,583	\$ –	\$ 72,438
(2) Medical loss ratio rebates paid		–	31,615	12,523	–	44,138
(3) Medical loss ratio rebates unpaid		–	43,090	29,340	–	72,430
(4) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX		–
(5) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX		–
(6) Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX		\$ 72,430
Current Reporting Year-to-Date						
(7) Medical loss ratio rebates incurred	\$	–	\$ 13,363	\$ 12,514	\$ –	\$ 25,877
(8) Medical loss ratio rebates paid		–	39,803	24,844	–	64,647
(9) Medical loss ratio rebates unpaid		–	16,650	17,010	–	33,660
(10) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX		–
(11) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX		–
(12) Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX		\$ 33,660

## NOTES TO FINANCIAL STATEMENTS

**E. Risk-Sharing Provisions of the Affordable Care Act**

- (1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act (ACA) risk-sharing provisions?

Yes.

- (2) Impact of Risk-Sharing Provisions of the ACA on Admitted Assets, Liabilities and Revenue for the nine months ended September 30, 2018 (*in thousands*):

a. Permanent ACA Risk Adjustment Program	
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment (including high risk pool payments)	\$ 28,789
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	447
3. Premium adjustments payable due to ACA Risk Adjustment (including high risk pool premium)	38,690
Operations (Revenue & Expense)	
4. Reported as revenue in premium for accident and health contracts written due to ACA Risk Adjustment	(15,660)
5. Reported in expenses as ACA risk adjustment user fees incurred	448
b. Transitional ACA Reinsurance Program	
Assets	
1. Amounts recoverable for claims paid due to ACA Reinsurance	\$ 204
2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	—
3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	—
Liabilities	
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	—
5. Ceded reinsurance premiums payable due to ACA Reinsurance	—
6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	—
Operations (Revenue & Expense)	
7. Ceded reinsurance premiums due to ACA Reinsurance	—
8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	—
9. ACA Reinsurance contributions – not reported as ceded premium	—
c. Temporary ACA Risk Corridors Program	
Assets	
1. Accrued retrospective premium due from ACA Risk Corridors	\$ —
Liabilities	
2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	—
Operations (Revenue & Expense)	
3. Effect of ACA Risk Corridors on net premium income	—
4. Effect of ACA Risk Corridors on change in reserves for rate credits	(1)

NOTES TO FINANCIAL STATEMENTS

(3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance (*in thousands*):

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1 – 3 +7)	Cumulative Balance from Prior Years (Col 2 – 4 +8)
	1	2	3	4	5	6	7	8		9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable (including high risk pool payments)	\$ 9,100	\$ -	\$ 81	\$ -	\$ 9,019	\$ -	\$ 2,660	\$ -	A	\$ 11,679	\$ -
2. Premium adjustments (payable) (including high risk pool premium)	-	33,600	-	30,340	-	3,260	-	(3,260)	B	-	-
3. Subtotal ACA Permanent Risk Adjustment Program	9,100	33,600	81	30,340	9,019	3,260	2,660	(3,260)		11,679	-
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid	5,808	-	5,888	-	(80)	-	284	-	C	204	-
2. Amounts recoverable for claims unpaid (contra liability)	-	-	-	-	-	-	-	-	D	-	-
3. Amounts receivable relating to uninsured plans	-	-	-	-	-	-	-	-	E	-	-
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	-	-	-	-	-	-	-	-	F	-	-
5. Ceded reinsurance premiums payable	-	-	-	-	-	-	-	-	G	-	-
6. Liability for amounts held under uninsured plans	-	-	-	-	-	-	-	-	H	-	-
7. Subtotal ACA Transitional Reinsurance Program	5,808	-	5,888	-	(80)	-	284	-		204	-
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium	162	-	163	-	(1)	-	1	-	I	-	-
2. Reserve for rate credits or policy experience rating refunds	-	-	-	-	-	-	-	-	J	-	-
3. Subtotal ACA Risk Corridors Program	162	-	163	-	(1)	-	1	-		-	-
d. Total for ACA Risk Sharing Provisions	\$ 15,070	\$ 33,600	\$ 6,132	\$ 30,340	\$ 8,938	\$ 3,260	\$ 2,945	\$ (3,260)		\$ 11,883	\$ -

Explanations of Adjustments:

- A. True-up to reflect the 2017 actual based upon the risk adjustment results published by HHS.
- B. True-up of year-end estimate.
- C. True-up to reflect the 2016 actual based upon reinsurance payments from HHS.
- D. Not applicable.
- E. Not applicable.
- F. Not applicable.
- G. Not applicable.
- H. Not applicable.
- I. True-up of year-end estimate.
- J. Not applicable.

NOTES TO FINANCIAL STATEMENTS

(4) Roll-forward of Risk Corridors Asset and Liability Balances by Program Benefit Year (in thousands):

Risk Corridors Program Year:		Accrued as of December 31 of the prior reporting year		Received or Paid as of the Current Period on Business Written For the Risk Corridors Program		Differences		Adjustments			Unsettled Balances as of the		
						Accrued Less Payments (Col 1 - 3)	Accrued Less Payments (Col 2 - 4)	Balances	Balances	Cumulative Balance (Col 1 – 3 +7)	Cumulative Balance (Col 2 – 4 +8)		
		1	2	3	4	5	6					7	8
		Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Ref	Receivable
a.	2014	Accrued Retrospective premium	\$ 162	\$ -	\$ 163	\$ -	\$ (1)	\$ -	\$ 1	\$ -	A	\$ -	\$ -
		Reserve for rate credits or policy experience rating refunds	-	-	-	-	-	-	-	-	B	-	-
b.	2015	Accrued Retrospective premium	-	-	-	-	-	-	-	-	C	-	-
		Reserve for rate credits or policy experience rating refunds	-	-	-	-	-	-	-	-	D	-	-
c.	2016	Accrued Retrospective premium	-	-	-	-	-	-	-	-	E	-	-
		Reserve for rate credits or policy experience rating refunds	-	-	-	-	-	-	-	-	F	-	-
d.	Total for Risk Corridors		\$ 162	\$ -	\$ 163	\$ -	\$ (1)	\$ -	\$ 1	\$ -		\$ -	\$ -

Explanations of Adjustments:

- A. True-up of year-end estimate.
- B. Not applicable.
- C. Not applicable.
- D. Not applicable.
- E. Not applicable.
- F. Not applicable.

24E(4)d (Columns 1 through 10) should equal 24E(3)c3 (Column 1 through 10, respectively)

(5) ACA Risk Corridors Receivable as of Reporting Date (in thousands):

Risk Corridors Program Year:	1 Estimated Amount to be Filed or Final Amount Filed with CMS	2 Non-Accrued Amounts for Impairment or Other Reasons	3 Amounts received from CMS	4 = 1 - 2 - 3 Asset Balance (Gross of Non-admissions)	5 Non-admitted Amount	6 = 4 - 5 Net Admitted Asset
2014	\$ 18,648	\$ 15,524	\$ 3,124	\$ -	\$ -	\$ -
2015	24,218	24,218	-	-	-	-
2016	49,934	49,934	-	-	-	-
Total	\$ 92,800	\$ 89,676	\$ 3,124	\$ -	\$ -	\$ -

24E(5) total (Column 4) should equal 24E(3)c1 (Column 9)

24E(5) total (Column 6) should equal 24E(2)c1

25. Change in Incurred Claims and Claim Adjustment Expenses

As of September 30, 2018, \$158,985,000 has been paid for incurred claims attributable to insured events for prior years. Reserves remaining for prior years are now \$2,210,000 as a result of re-estimation of unpaid claims and unpaid claims adjustment expenses. Therefore, there has been a \$19,158,000 favorable prior year development since December 31, 2017 to September 30, 2018, which includes a \$342,000 unfavorable development in the Federal Employee Program line of business. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements

Not applicable.

27. Structured Settlements

Not applicable.

28. Health Care Receivables

A. Pharmaceutical Rebate Receivables

No change.

NOTES TO FINANCIAL STATEMENTS

**B. Risk Sharing Receivables**

Not applicable.

**29. Participating Policies**

Not applicable.

**30. Premium Deficiency Reserve**

- 1. Liability carried for premium deficiency reserves: \$0
- 2. Date of the most recent evaluation of this liability: September 30, 2018
- 3. Was anticipated investment income utilized in the calculation? No

**31. Anticipated Salvage and Subrogation**

No change.



GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☒ No ☐
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☒ No ☐
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒
- 2.2

If yes, date of change:
- 3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?  
If yes, complete Schedule Y, Parts 1 and 1A.

Yes ☒ No ☐
- 3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒
- 3.3

If the response to 3.2 is yes, provide a brief description of those changes.
- 3.4

Is the reporting entity publicly traded or a member of a publicly traded group?

Yes ☐ No ☒
- 3.5

If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒
- 4.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile
5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?  
If yes, attach an explanation.

Yes ☐ No ☐ N/A ☒
- 6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2013
- 6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2013
- 6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

06/29/2015
- 6.4

By what department or departments?  
District of Columbia Department of Insurance, Securities and Banking
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☐ No ☐ N/A ☒
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☐ No ☐ N/A ☒
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒
- 7.2

If yes, give full information:
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☐ No ☒
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? .....  
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;  
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;  
(c) Compliance with applicable governmental laws, rules and regulations;  
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and  
(e) Accountability for adherence to the code.

Yes [ X ] No [ ]
- 9.11

If the response to 9.1 is No, please explain:
- 9.2

Has the code of ethics for senior managers been amended? .....

Yes [ X ] No [ ]
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).  
The code was amended in 2017 with an effective date of January 1, 2018, to reflect best practices and new policies as part of a periodic update.
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers? .....

Yes [ X ] No [ ]
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).  
Please see the attached Resolution of the Audit & Compliance Committees of the Boards of Directors which was adopted in accordance with the "Approval, Amendments and Waivers" section of the CareFirst Code of Ethical Business Conduct and Compliance.

FINANCIAL

- 10.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? .....

Yes [ X ] No [ ]
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount: .....

\$.....0

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) .....

Yes [ ] No [ X ]
- 11.2

If yes, give full and complete information relating thereto:
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA: .....

\$.....0
13.

Amount of real estate and mortgages held in short-term investments: .....

\$.....0
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates? .....

Yes [ X ] No [ ]
- 14.2

If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	\$.....0	\$.....0
14.22 Preferred Stock .....	\$.....0	\$.....0
14.23 Common Stock .....	\$.....478,930	\$.....448,014
14.24 Short-Term Investments .....	\$.....0	\$.....0
14.25 Mortgage Loans on Real Estate .....	\$.....0	\$.....0
14.26 All Other .....	\$.....0	\$.....0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) .....	\$.....478,930	\$.....448,014
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$.....0	\$.....0
- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB? .....

Yes [ ] No [ X ]
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? .....  
If no, attach a description with this statement.

Yes [ ] No [ ]

GENERAL INTERROGATORIES

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

16.3 Total payable for securities lending reported on the liability page.
- \$

\$

\$
- 0

0

0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?
- Yes [ X ] No [ ]

- 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
SunTrust Bank	1445 New York Ave., Washington DC 20005
Bank of New York Mellon	1 Wall St., New York, NY 10286

- 17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?
- Yes [ ] No [ X ]

- 17.4 If yes, give full information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

- 17.5 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts"; "...handle securities"]

1 Name of Firm or Individual	2 Affiliation
Vanguard	U
Dodge & Cox	U
T. Rowe Price	U
CareFirst (internally managed)	I

- 17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?
- Yes [ X ] No [ ]

- 17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets?
- Yes [ ] No [ X ]

- 17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
15958	Vanguard	54930002789CX3LOCJP65	SEC	NO
104596	Dodge & Cox	5493000SV2H1B7EJR0U84	SEC	NO
105496	T. Rowe Price	7HTL8AEQSEDX602FBU63	SEC	NO

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed?
- Yes [ X ] No [ ]

- 18.2 If no, list exceptions:

19. By self-designating 5\*GI securities, the reporting entity is certifying the following elements for each self-designated 5\*GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist.
- b. Issuer or obligor is current on all contracted interest and principal payments.
- c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

- Has the reporting entity self-designated 5\*GI securities?
- Yes [ ] No [ X ]



.....

**Resolution for  
CareFirst, Inc.  
CareFirst of Maryland, Inc.  
Group Hospitalization and Medical Services, Inc.  
Audit and Compliance Committee  
February 20, 2018**

.....

**Waiver of the CareFirst Code of Conduct and Policy**

**RESOLVED**, that following a review of the facts and further discussion, the CFI, CFMI and GHMSI Audit and Compliance Committees (“Committee”) hereby approves management’s recommendation for a waiver of the CareFirst Code of Conduct and applicable policy that prohibit the employment of a family member of a CareFirst executive, as outlined in the February 12, 2018 Memorandum (attached), presented by Mr. Cioni during the Executive Session of the February 20, 2018 Committee meeting.



.....

CareFirst BlueCross BlueShield is the shared business name of CareFirst of Maryland, Inc. and Group Hospitalization and Medical Services, Inc. which are independent licensees of the Blue Cross and Blue Shield Association. ® Registered trademark of the Blue Cross and Blue Shield Association. ® Registered trademark of CareFirst of Maryland, Inc.

PROPRIETARY AND CONFIDENTIAL

GENERAL INTERROGATORIES

PART 2 - HEALTH

1.

Operating Percentages:

1.1

A&H loss percent

78.2 %

1.2

A&H cost containment percent

1.8 %

1.3

A&H expense percent excluding cost containment expenses

19.2 %

2.1

Do you act as a custodian for health savings accounts?

Yes [ ] No [ X ]

2.2

If yes, please provide the amount of custodial funds held as of the reporting date

\$0

2.3

Do you act as an administrator for health savings accounts?

Yes [ ] No [ X ]

2.4

If yes, please provide the balance of the funds administered as of the reporting date

\$0

3.

Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?

Yes [ X ] No [ ]

3.1

If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity?

Yes [ ] No [ ]

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7	8	9
NAIC Company Code	ID Number	Effective Date	Name of Reinsurer	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Type of Reinsurer	Certified Reinsurer Rating (1 through 6)	Effective Date of Certified Reinsurer Rating
NONE								

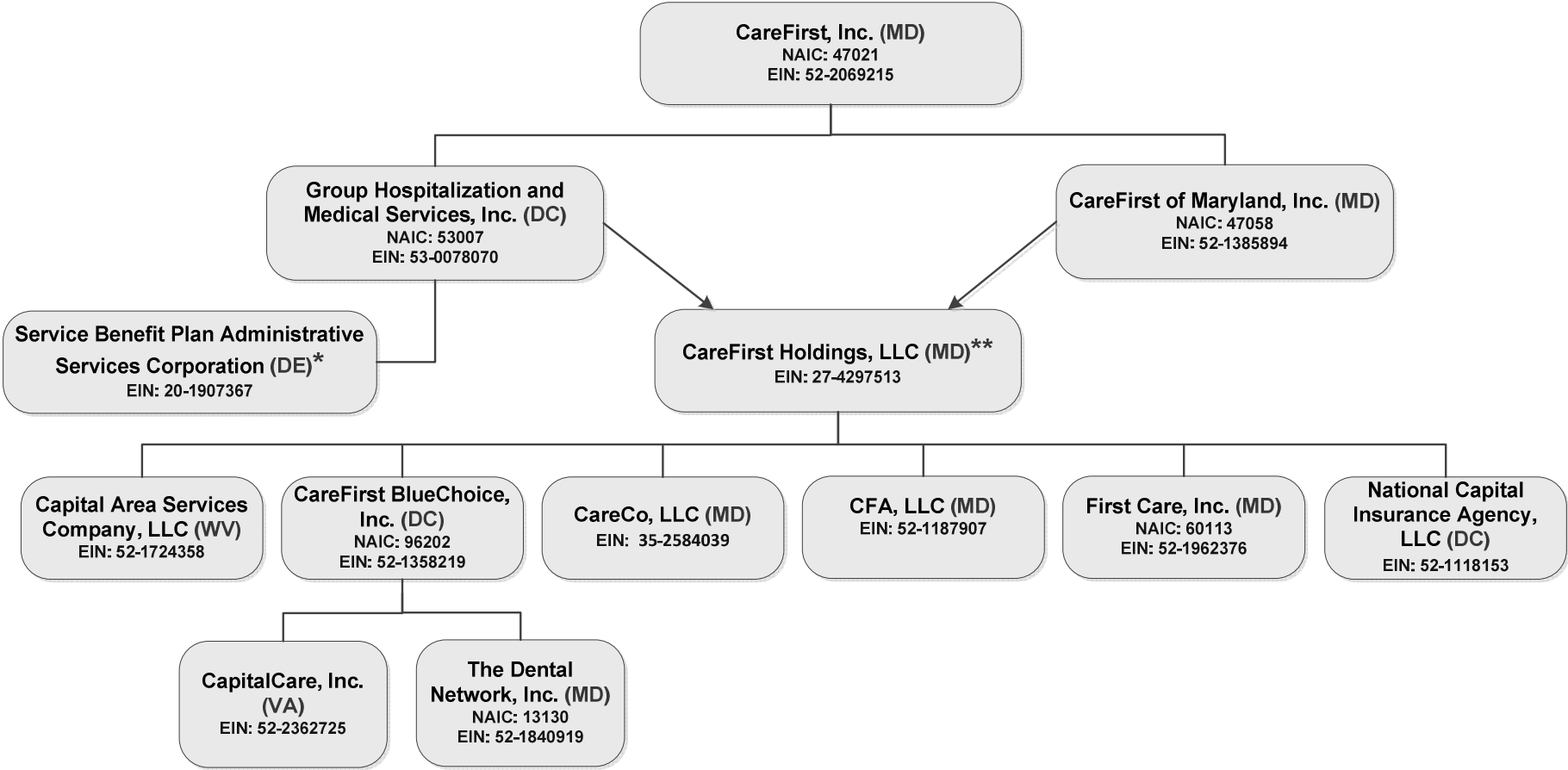
SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

			1	Direct Business Only							
			2	3	4	5	6	7	8	9	
States, etc.			Active Status (a)	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums & Other Considerations	Property/ Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1.	Alabama	AL	N	0	0	0	0	0	0	0	0
2.	Alaska	AK	N	0	0	0	0	0	0	0	0
3.	Arizona	AZ	N	0	0	0	0	0	0	0	0
4.	Arkansas	AR	N	0	0	0	0	0	0	0	0
5.	California	CA	N	0	0	0	0	0	0	0	0
6.	Colorado	CO	N	0	0	0	0	0	0	0	0
7.	Connecticut	CT	N	0	0	0	0	0	0	0	0
8.	Delaware	DE	N	0	0	0	0	0	0	0	0
9.	District of Columbia	DC	L	337,511,173	0	0	0	0	0	337,511,173	0
10.	Florida	FL	N	0	0	0	0	0	0	0	0
11.	Georgia	GA	N	0	0	0	0	0	0	0	0
12.	Hawaii	HI	N	0	0	0	0	0	0	0	0
13.	Idaho	ID	N	0	0	0	0	0	0	0	0
14.	Illinois	IL	N	0	0	0	0	0	0	0	0
15.	Indiana	IN	N	0	0	0	0	0	0	0	0
16.	Iowa	IA	N	0	0	0	0	0	0	0	0
17.	Kansas	KS	N	0	0	0	0	0	0	0	0
18.	Kentucky	KY	N	0	0	0	0	0	0	0	0
19.	Louisiana	LA	N	0	0	0	0	0	0	0	0
20.	Maine	ME	N	0	0	0	0	0	0	0	0
21.	Maryland	MD	L	1,728,561,115	0	0	312,425,379	0	0	2,040,986,494	0
22.	Massachusetts	MA	N	0	0	0	0	0	0	0	0
23.	Michigan	MI	N	0	0	0	0	0	0	0	0
24.	Minnesota	MN	N	0	0	0	0	0	0	0	0
25.	Mississippi	MS	N	0	0	0	0	0	0	0	0
26.	Missouri	MO	N	0	0	0	0	0	0	0	0
27.	Montana	MT	N	0	0	0	0	0	0	0	0
28.	Nebraska	NE	N	0	0	0	0	0	0	0	0
29.	Nevada	NV	N	0	0	0	0	0	0	0	0
30.	New Hampshire	NH	N	0	0	0	0	0	0	0	0
31.	New Jersey	NJ	N	0	0	0	0	0	0	0	0
32.	New Mexico	NM	N	0	0	0	0	0	0	0	0
33.	New York	NY	N	0	0	0	0	0	0	0	0
34.	North Carolina	NC	N	0	0	0	0	0	0	0	0
35.	North Dakota	ND	N	0	0	0	0	0	0	0	0
36.	Ohio	OH	N	0	0	0	0	0	0	0	0
37.	Oklahoma	OK	N	0	0	0	0	0	0	0	0
38.	Oregon	OR	N	0	0	0	0	0	0	0	0
39.	Pennsylvania	PA	N	0	0	0	0	0	0	0	0
40.	Rhode Island	RI	N	0	0	0	0	0	0	0	0
41.	South Carolina	SC	N	0	0	0	0	0	0	0	0
42.	South Dakota	SD	N	0	0	0	0	0	0	0	0
43.	Tennessee	TN	N	0	0	0	0	0	0	0	0
44.	Texas	TX	N	0	0	0	0	0	0	0	0
45.	Utah	UT	N	0	0	0	0	0	0	0	0
46.	Vermont	VT	N	0	0	0	0	0	0	0	0
47.	Virginia	VA	L	347,155,047	0	0	0	0	0	347,155,047	0
48.	Washington	WA	N	0	0	0	0	0	0	0	0
49.	West Virginia	WV	N	0	0	0	0	0	0	0	0
50.	Wisconsin	WI	N	0	0	0	0	0	0	0	0
51.	Wyoming	WY	N	0	0	0	0	0	0	0	0
52.	American Samoa	AS	N	0	0	0	0	0	0	0	0
53.	Guam	GU	N	0	0	0	0	0	0	0	0
54.	Puerto Rico	PR	N	0	0	0	0	0	0	0	0
55.	U.S. Virgin Islands	VI	N	0	0	0	0	0	0	0	0
56.	Northern Mariana Islands	MP	N	0	0	0	0	0	0	0	0
57.	Canada	CAN	N	0	0	0	0	0	0	0	0
58.	Aggregate Other Aliens	OT	XXX	0	0	0	0	0	0	0	0
59.	Subtotal	XXX	2,413,227,335	0	0	312,425,379	0	0	0	2,725,652,714	0
60.	Reporting Entity Contributions for Employee Benefit Plans	XXX	0	0	0	0	0	0	0	0	0
61.	Totals (Direct Business)	XXX	2,413,227,335	0	0	312,425,379	0	0	0	2,725,652,714	0
DETAILS OF WRITE-INS											
58001.		XXX									
58002.		XXX									
58003.		XXX									
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0	0
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX	0	0	0	0	0	0	0	0	0

(a) Active Status Counts:  
L - Licensed or Chartered - Licensed Insurance carrier or domiciled RRG.....3 R - Registered - Non-domiciled RRGs.....0  
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state.....0 Q - Qualified - Qualified or accredited reinsurer.....0  
N - None of the above - Not allowed to write business in the state.....54  
Enrollment and billing systems capture and report premiums by group situs.

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 – ORGANIZATIONAL CHART



\*Service Benefit Plan Administrative Services Corporation is owned 90% by Group Hospitalization and Medical Services, Inc. and 10% by the Blue Cross and Blue Shield Association.

\*\*CareFirst Holdings, LLC is owned 50.001% by CareFirst of Maryland, Inc. and 49.999% by Group Hospitalization and Medical Services, Inc.



STATEMENT AS OF SEPTEMBER 30, 2018 OF THE CareFirst BlueChoice, Inc.

## SCHEDULE Y

## PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

[illegible]

Asterisk	Explanation
	N/A

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

Response

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? .....

NO

Explanation:

1.

Bar Code:

1. Medicare Part D Coverage Supplement [Document Identifier 365]



OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Liabilities Line 23

		Current Period			Prior Year
		1 Covered	2 Uncovered	3 Total	4 Total
2304.	Other Liabilities .....	4,583,929	0	4,583,929	2,204,225
2397.	Summary of remaining write-ins for Line 23 from overflow page	4,583,929	0	4,583,929	2,204,225

SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Current year change in encumbrances .....		
4. Total gain (loss) on disposals .....		
5. Deduct amounts received on disposals .....		
6. Total foreign exchange change in book/adjusted carrying value .....		
7. Deduct current year's other than temporary impairment recognized .....		
8. Deduct current year's depreciation .....		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....		
10. Deduct total nonadmitted amounts .....		
11. Statement value at end of current period (Line 9 minus Line 10)		

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and mortgage interest paid and commitment fees .....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		
10. Deduct current year's other than temporary impairment recognized .....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....		
12. Total valuation allowance .....		
13. Subtotal (Line 11 plus Line 12) .....		
14. Deduct total nonadmitted amounts .....		
15. Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	823,246	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	0	823,246
2.2 Additional investment made after acquisition .....	0	0
3. Capitalized deferred interest and other .....	0	0
4. Accrual of discount .....	4	0
5. Unrealized valuation increase (decrease) .....	0	0
6. Total gain (loss) on disposals .....	22,229	0
7. Deduct amounts received on disposals .....	845,479	0
8. Deduct amortization of premium and depreciation .....	0	0
9. Total foreign exchange change in book/adjusted carrying value .....	0	0
10. Deduct current year's other than temporary impairment recognized .....	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	0	823,246
12. Deduct total nonadmitted amounts .....	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	0	823,246

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	727,615,560	745,992,766
2. Cost of bonds and stocks acquired .....	707,208,014	974,118,442
3. Accrual of discount .....	319,224	194,075
4. Unrealized valuation increase (decrease) .....	(7,612,319)	2,794,420
5. Total gain (loss) on disposals .....	8,414,341	17,623,888
6. Deduct consideration for bonds and stocks disposed of .....	671,502,431	1,009,954,662
7. Deduct amortization of premium .....	1,818,352	3,153,369
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees .....	52,812	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10) .....	762,676,849	727,615,560
12. Deduct total nonadmitted amounts .....	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	762,676,849	727,615,560

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a) .....	651,740,511	208,578,095	293,550,939	(1,901,575)	540,238,753	651,740,511	564,866,092	496,024,267
2. NAIC 2 (a) .....	111,659,407	6,864,796	1,462,870	626,968	115,051,324	111,659,407	117,688,301	152,187,830
3. NAIC 3 (a) .....	83,081	0	0	828,857	83,085	83,081	911,938	1,457,356
4. NAIC 4 (a) .....	0	0	0	0	0	0	0	0
5. NAIC 5 (a) .....	0	0	0	0	0	0	0	0
6. NAIC 6 (a) .....	0	0	0	0	0	0	0	0
7. Total Bonds	763,482,999	215,442,891	295,013,809	(445,750)	655,373,162	763,482,999	683,466,331	649,669,453
PREFERRED STOCK								
8. NAIC 1 .....	0	0	0	0	0	0	0	0
9. NAIC 2 .....	0	0	0	0	0	0	0	0
10. NAIC 3 .....	0	0	0	0	0	0	0	0
11. NAIC 4 .....	0	0	0	0	0	0	0	0
12. NAIC 5 .....	0	0	0	0	0	0	0	0
13. NAIC 6 .....	0	0	0	0	0	0	0	0
14. Total Preferred Stock .....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	763,482,999	215,442,891	295,013,809	(445,750)	655,373,162	763,482,999	683,466,331	649,669,453

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation:

NAIC 1 \$ .....81,815,491 ; NAIC 2 \$ .....2,752,273 ; NAIC 3 \$ .....0 NAIC 4 \$ .....0 ; NAIC 5 \$ .....0 ; NAIC 6 \$ .....0

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year-to-Date	Paid for Accrued Interest Year-to-Date
9199999 Totals	71,408,138	xxx	71,380,529	92,026	3,909

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	38,165,119	39,796,334
2. Cost of short-term investments acquired .....	74,561,674	430,444,072
3. Accrual of discount .....	51,985	0
4. Unrealized valuation increase (decrease) .....	0	0
5. Total gain (loss) on disposals .....	(5,607)	0
6. Deduct consideration received on disposals .....	41,346,413	432,030,054
7. Deduct amortization of premium .....	18,620	45,233
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	71,408,138	38,165,119
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	71,408,138	38,165,119

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

**N O N E**

Schedule DB - Part B - Verification - Futures Contracts

**N O N E**

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

**N O N E**

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

**N O N E**

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of  
Derivatives

**N O N E**

SCHEDULE E - PART 2 - VERIFICATION

(Cash Equivalents)

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	91,378,694	0
2. Cost of cash equivalents acquired .....	782,577,969	216,981,755
3. Accrual of discount .....	4,480	0
4. Unrealized valuation increase (decrease) .....	0	0
5. Total gain (loss) on disposals .....	0	0
6. Deduct consideration received on disposals .....	750,822,007	125,603,061
7. Deduct amortization of premium .....	0	0
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	123,139,136	91,378,694
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	123,139,136	91,378,694



Schedule A - Part 2 - Real Estate Acquired and Additions Made

**N O N E**

Schedule A - Part 3 - Real Estate Disposed

**N O N E**

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made

**N O N E**

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid

**N O N E**

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made

**N O N E**

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

**N O N E**

STATEMENT AS OF SEPTEMBER 30, 2018 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
3622A2-KK-3	GNMA PASS-THRU C PLATINUM 30YR		.07/12/2018	Goldman Sachs & Co		210,454	209,636	.367	1
3617G8-SD-1	GNMA PASS-THRU C SINGLE FAMILY		.08/16/2018	NOMURA SECURITIES/FIX INCOME		40,654	38,128	.106	1
3617G9-FT-3	GNMA PASS-THRU C SINGLE FAMILY		.08/16/2018	NOMURA SECURITIES/FIX INCOME		47,208	44,275	.123	1
3617GN-FJ-4	GNMA PASS-THRU C SINGLE FAMILY		.07/26/2018	Mesirow Financial		74,572	70,000	.282	1
3617GP-TC-9	GNMA PASS-THRU C SINGLE FAMILY		.09/07/2018	MESIROW FINANCIAL INC.		79,822	75,000	.198	1
36179T-7M-1	GNMA PASS-THRU M SINGLE FAMILY		.09/17/2018	VARIOUS		1,729,001	1,649,285	.4,352	1
36179T-SF-3	GNMA PASS-THRU M SINGLE FAMILY		.08/09/2018	NOMURA SECURITIES/FIX INCOME		73,720	75,417	.126	1
36179T-UD-5	GNMA PASS-THRU M SINGLE FAMILY		.07/13/2018	JP Morgan Securities, Inc		1,700,445	1,618,170	.4,045	1
36179T-XY-6	GNMA PASS-THRU M SINGLE FAMILY		.08/01/2018	JP MORGAN SECURITIES INC		369,613	349,774	.1,069	1
912810-SA-7	UNITED STATES TREAS BDS		.09/11/2018	VARIOUS		6,038,750	6,000,000	.65,348	1
912810-SC-3	UNITED STATES TREAS BDS		.09/10/2018	VARIOUS		15,258,984	15,000,000	.127,378	1
912810-SD-1	UNITED STATES TREAS BDS		.09/12/2018	LINSCO/PRIVATE LEDGER CORP. RE		9,810,938	10,000,000	.23,641	1
912828-4N-7	UNITED STATES TREAS NTS		.08/01/2018	VARIOUS		3,233,242	3,250,000	.18,691	1
912828-4X-5	UNITED STATES TREAS NTS		.09/01/2018	NOMURA SECURITIES/FIX INCOME		1,651,482	1,650,000	.501	1
912828-Y4-6	UNITED STATES TREAS NTS		.09/05/2018	VARIOUS		1,249,619	1,250,000	.2,504	1
0599999. Subtotal - Bonds - U.S. Governments						41,568,504	41,279,685	248,731	XXX
93974D-SQ-7	WASHINGTON ST		.09/01/2018	BANCROFT CAPITAL,LLC		2,000,000	2,000,000	.0	1FE
1799999. Subtotal - Bonds - U.S. States, Territories and Possessions						2,000,000	2,000,000	.0	XXX
3132XII-TP-6	FHLMC PC GOLD PC 30YR		.08/06/2018	FIRST TENN BANK,N.A.-BOND D		2,214,323	2,228,951	.2,600	1
3132XY-VD-6	FHLMC PC GOLD PC 30YR		.08/01/2018	BAIRD, ROBERT W. & CO INC		2,793,396	2,687,977	.4,032	1
31418C-QG-2	FNMA PASS-THRU INT 15 YEAR		.08/09/2018	SUNTRUST CAPITAL		314,336	324,162	.338	1
31418C-VA-9	FNMA PASS-THRU INT 20 YEAR		.09/19/2018	VARIOUS		164,224	170,119	.284	1
3140HL-JP-2	FNMA PASS-THRU LNG 30 YEAR		.07/26/2018	Mesirow Financial		75,553	70,921	.286	1
3140HM-JV-1	FNMA PASS-THRU LNG 30 YEAR		.08/02/2018	BAIRD, ROBERT W. & CO INC		2,768,219	2,723,955	.3,632	1
3140J5-L6-4	FNMA PASS-THRU LNG 30 YEAR		.09/01/2018	BANC AMERICA SECURITIES LLC		134,932	128,488	.193	1
3140J7-QA-6	FNMA PASS-THRU LNG 30 YEAR		.09/01/2018	VENDOR CODE 3001 NOT IN TABLE		152,638	145,630	.218	1
3140J8-ET-6	FNMA PASS-THRU LNG 30 YEAR		.08/01/2018	BANC AMERICA SECURITIES LLC		744,512	766,797	.767	1
3140J8-ZH-9	FNMA PASS-THRU LNG 30 YEAR		.09/01/2018	CREDIT SUISSE FIRST BOSTON COR		338,326	322,396	.484	1
314008-3V-5	FNMA PASS-THRU LNG 30 YEAR		.09/01/2018	BANC AMERICA SECURITIES LLC		310,661	299,072	.449	1
31418C-GE-8	FNMA PASS-THRU LNG 30 YEAR		.08/09/2018	RBC CAPITAL MARKETS CORP		117,461	118,219	.138	1
31418C-NE-0	FNMA PASS-THRU LNG 30 YEAR		.08/09/2018	JP MORGAN SECURITIES INC		76,682	75,247	.100	1
31418C-RC-0	FNMA PASS-THRU LNG 30 YEAR		.08/09/2018	SUNTRUST CAPITAL		27,124	27,304	.32	1
31418C-XN-9	FNMA PASS-THRU LNG 30 YEAR		.09/01/2018	PIERPONT SECURITIES LLC		1,439,640	1,411,790	.1,882	1
3136B2-RL-8	FNMA REMIC TRUST 2018-47		.09/12/2018	BAIRD, ROBERT W. & CO INC		1,398,591	1,419,890	.1,893	1
38376U-FZ-7	GNMA REMIC TRUST 2017-066		.08/01/2018	LPL FINANCIAL CORPORATION		2,598,797	2,682,197	.0	1
3199999. Subtotal - Bonds - U.S. Special Revenues						15,669,415	15,603,112	17,328	XXX
07274N-AE-3	BAYER US FIN II LLC		.08/17/2018	HSBC SECURITIES, INC.		649,634	650,000	.3,035	2FE
07274N-AL-7	BAYER US FIN II LLC		.07/09/2018	GOLDMAN, SACHS & CO.		354,634	350,000	.681	2FE
05565E-BA-2	BMW US CAP LLC		.08/07/2018	GOLDMAN, SACHS & CO.		515,000	515,000	.0	1FE
05565E-BC-8	BMW US CAP LLC		.08/07/2018	GOLDMAN, SACHS & CO.		274,720	275,000	.0	1FE
12572Q-AJ-4	CME GROUP INC		.08/01/2018	STIFEL, NICOLAUS & CO., INC.		2,120,076	2,100,000	.9,188	1FE
12665Q-CV-0	CVS HEALTH CORP		.08/09/2018	BNP PARIBAS SECURITIES BOND		459,913	460,000	.7,281	2FE
31410H-AQ-4	FEDERATED DEPT STORES INC DEL		.07/26/2018	SUNTRUST CAPITAL		406,568	375,000	.8,553	2FE
31677Q-BN-8	FIFTH THIRD BK C/N OHIO MTN BE		.07/23/2018	Various		459,885	460,000	.0	1FE
345397-ZH-9	FORD MOTOR CREDIT CO LLC		.08/06/2018	GOLDMAN, SACHS & CO.		450,000	450,000	.0	2FE
40573L-AQ-9	HALFMOON PARENT INC 144A		.09/06/2018	MORGAN STANLEY		399,668	400,000	.0	2FE
40573L-AL-0	HALFMOON PARENT INC SR GLBL 144A		.09/07/2018	MORGAN STANLEY		1,318,241	1,320,000	.0	2FE
43789A-AA-2	HOMEWARD OPPT FUND TR 2018-1		.08/01/2018	CREDIT SUISSE FIRST BOSTON COR		174,999	175,000	.586	1FE
59166D-AA-5	METLIFE SEC TR 2018-1		.08/14/2018	CREDIT SUISSE FIRST BOSTON COR		460,844	460,000	.767	1FE
65339K-AQ-3	NEXTERA ENERGY CAP HLDGS INC		.08/06/2018	BARCLAYS CAPITAL INC		461,311	460,000	.0	2FE
81747L-AL-5	SEQUOIA MTG TR 2018-CH4 144A		.09/20/2018	WACHOVIA SECURITIES CAPITAL		462,839	460,000	.1,380	1FE
913017-DA-4	UNITED TECHNOLOGIES CORP		.08/13/2018	MORGAN STANLEY & CO. INC		174,787	175,000	.0	2FE
913017-DB-2	UNITED TECHNOLOGIES CORP		.08/13/2018	MORGAN STANLEY & CO. INC		574,948	575,000	.0	2FE
94988J-SR-4	WELLS FARGO BANK NATL ASSN		.08/17/2018	VARIOUS		925,397	925,000	.259	1FE
056752-AK-4	BAIDU INC SR GLBL NT 23	C.	.08/01/2018	MERRILL LYNCH		377,363	380,000	.5,031	1FE
29278G-AJ-7	ENEL FIN INTL N.V. SR GLBL 144A 25	C.	.09/11/2018	CHASE SECURITIES, INC.		223,580	225,000	.0	2FE
539439-AS-8	LLOYDS BANKING GROUP PLC	C.	.08/09/2018	VARIOUS		424,831	425,000	.0	1FE
606822-AW-4	MITSUBISHI UFJ FINL GROUP INC	C.	.07/17/2018	MITSUBISHI UFJ FINL		395,000	395,000	.0	1FE
780097-BD-2	ROYAL BK SCOTLAND GROUP PLC	C.	.07/24/2018	RBC CAPITAL MARKETS		1,391,513	1,425,000	.20,554	2FE
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						13,455,751	13,435,000	57,315	XXX
8399997. Total - Bonds - Part 3						72,693,670	72,317,797	323,374	XXX

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						72,693,670	72,317,797	323,374	XXX
8999997. Total - Preferred Stocks - Part 3						0	XXX	0	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	XXX
922908-65-2	VANGUARD EXTENDED MARKET ETF		09/25/2018	L INSCO/PRIVATE LEDGER CORP. RE	10,498,000	1,300,492		0	L
922031-74-5	VANGUARD FIXED INCOME SECS FD		09/24/2018	VANGUARD GROUP	27,891,140	283,095		0	L
921943-85-8	VANGUARD FTSE DEVELOPED MKTS ETF		09/25/2018	L INSCO/PRIVATE LEDGER CORP. RE	29,632,000	1,301,437		0	L
9299999. Subtotal - Common Stocks - Mutual Funds						2,885,024	XXX	0	XXX
9799997. Total - Common Stocks - Part 3						2,885,024	XXX	0	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						2,885,024	XXX	0	XXX
9899999. Total - Preferred and Common Stocks						2,885,024	XXX	0	XXX
9999999 - Totals						75,578,694	XXX	323,374	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues 0

STATEMENT AS OF SEPTEMBER 30, 2018 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident- ification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn- ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Desig- nation or Market In- dicator (a)
3622A2-6K-3	GNMA PASS-THRU C PLATINUM 30YR		09/20/2018	PRINCIPAL RECEIPT		2,009	2,009	2,017	.0	.0	(8)	.0	(8)	.0	2,009	.0	.0	.0	.8	02/20/2048	1
3622A2-TA-0	GNMA PASS-THRU C PLATINUM 30YR		09/20/2018	PRINCIPAL RECEIPT		8,442	8,442	8,951	8,963	.0	(521)	.0	(521)	.0	8,442	.0	.0	.0	.199	02/20/2046	1
3617A9-KW-6	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		1,962	2,075	2,075	2,072	.0	(110)	.0	(110)	.0	1,962	.0	.0	.0	.46	10/20/2045	1
3617G8-5D-1	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		.43	.43	.46	.0	.0	(3)	.0	(3)	.0	.43	.0	.0	.0	.0	05/20/2048	1
3617G9-FT-3	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		.52	.52	.55	.0	.0	(3)	.0	(3)	.0	.52	.0	.0	.0	.0	06/20/2048	1
3617GN-FJ-4	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		.166	.166	.177	.0	.0	(11)	.0	(11)	.0	.166	.0	.0	.0	.1	07/20/2048	1
36183E-ZE-5	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		.138	.138	.147	.0	.0	(9)	.0	(9)	.0	.138	.0	.0	.0	.3	10/20/2044	1
36185B-PB-6	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		.133	.133	.141	.0	.0	(8)	.0	(8)	.0	.133	.0	.0	.0	.3	05/20/2045	1
36189M-BR-8	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		2,296	2,296	2,428	2,424	.0	(128)	.0	(128)	.0	2,296	.0	.0	.0	.54	10/20/2045	1
36193E-PR-5	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		5,187	5,187	5,526	5,516	.0	(330)	.0	(330)	.0	5,187	.0	.0	.0	.116	02/20/2046	1
36193U-CX-0	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		1,090	1,090	1,164	1,162	.0	(72)	.0	(72)	.0	1,090	.0	.0	.0	.23	05/20/2046	1
36193V-FR-8	GNMA PASS-THRU C SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		.215	.215	.230	.230	.0	(14)	.0	(14)	.0	.215	.0	.0	.0	.5	05/20/2046	1
3622A2-D7-4	GNMA PASS-THRU M PLATINUM 30YR		09/20/2018	PRINCIPAL RECEIPT		2,887	2,887	2,975	2,972	.0	(85)	.0	(85)	.0	2,887	.0	.0	.0	.66	03/20/2043	1
36179M-CZ-1	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		2,621	2,621	2,767	2,769	.0	(149)	.0	(149)	.0	2,621	.0	.0	.0	.61	05/20/2042	1
36179M-E3-0	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		3,536	3,536	3,724	3,729	.0	(193)	.0	(193)	.0	3,536	.0	.0	.0	.83	06/20/2042	1
36179M-K7-4	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		5,137	5,137	5,317	5,309	.0	(172)	.0	(172)	.0	5,137	.0	.0	.0	.120	08/20/2042	1
36179M-S2-7	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		3,134	3,134	3,408	3,402	.0	(269)	.0	(269)	.0	3,134	.0	.0	.0	.101	11/20/2042	1
36179M-VS-6	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		1,112	1,112	1,175	1,173	.0	(62)	.0	(62)	.0	1,112	.0	.0	.0	.26	12/20/2042	1
36179M-X2-1	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		6,999	6,999	6,606	6,630	.0	369	.0	369	.0	6,999	.0	.0	.0	.117	01/20/2043	1
36179M-X4-7	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		6,234	6,234	6,579	6,570	.0	(336)	.0	(336)	.0	6,234	.0	.0	.0	.153	01/20/2043	1
36179N-DQ-8	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		25,461	25,461	25,628	25,617	.0	(156)	.0	(156)	.0	25,461	.0	.0	.0	.509	05/20/2043	1
36179N-NA-2	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		9,178	9,178	9,647	9,659	.0	(481)	.0	(481)	.0	9,178	.0	.0	.0	.214	09/20/2043	1
36179S-SM-5	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	VARIOUS	1,479,991	1,444,354	1,486,859	.0	.0	(1,537)	.0	(1,537)	.0	1,485,322	.0	(5,332)	(5,332)	.36,493	05/20/2047	1	
36179S-B9-7	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		8,443	9,031	9,052	9,052	.0	(609)	.0	(609)	.0	8,443	.0	.0	.0	.227	05/20/2046	1
36179S-GK-7	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		11,801	11,801	12,392	12,380	.0	(580)	.0	(580)	.0	11,801	.0	.0	.0	.236	07/20/2046	1
36179S-UX-3	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		2,472	2,472	2,629	2,629	.0	(157)	.0	(157)	.0	2,472	.0	.0	.0	.74	01/20/2047	1
36179S-YU-5	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		2,261	2,261	2,395	2,395	.0	(134)	.0	(134)	.0	2,261	.0	.0	.0	.68	03/20/2047	1
36179T-C2-9	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		2,716	2,716	2,921	2,921	.0	(205)	.0	(205)	.0	2,716	.0	.0	.0	.91	07/20/2047	1
36179T-CW-3	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		22,662	22,662	22,120	.0	.0	542	.0	542	.0	22,662	.0	.0	.0	.172	07/20/2047	1
36179T-CY-9	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		10,343	10,343	10,777	.0	.0	(433)	.0	(433)	.0	10,343	.0	.0	.0	.341	07/20/2047	1
36179T-CZ-6	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		16,720	16,720	17,409	.0	.0	(690)	.0	(690)	.0	16,720	.0	.0	.0	.316	07/20/2047	1
36179T-E2-7	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	VARIOUS	123,018	121,009	127,286	127,288	127,288	.0	(2,464)	.0	(2,464)	.0	124,804	.0	(1,785)	(1,785)	.3,023	08/20/2047	1
36179T-E3-5	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		16,343	16,343	17,414	17,413	.0	(1,070)	.0	(1,070)	.0	16,343	.0	.0	.0	.492	08/20/2047	1
36179T-E4-3	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		5,280	5,280	5,668	5,668	.0	(389)	.0	(389)	.0	5,280	.0	.0	.0	.178	08/20/2047	1
36179T-G6-6	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		62,582	62,582	66,883	66,887	.0	(4,306)	.0	(4,306)	.0	62,582	.0	.0	.0	1,929	09/20/2047	1
36179T-G7-4	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		25,241	25,241	27,003	20,467	.0	(1,760)	.0	(1,760)	.0	25,241	.0	.0	.0	.787	09/20/2047	1
36179T-J2-2	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		2,703	2,703	2,907	2,907	.0	(204)	.0	(204)	.0	2,703	.0	.0	.0	.90	10/20/2047	1
36179T-LV-5	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		17,742	17,742	18,900	.0	.0	(1,159)	.0	(1,159)	.0	17,742	.0	.0	.0	.525	11/20/2047	1
36179T-NU-5	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		31,905	31,905	33,610	.0	.0	(1,705)	.0	(1,705)	.0	31,905	.0	.0	.0	.551	12/20/2047	1
36179T-ON-8	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		2,517	2,517	2,463	.0	.0	53	.0	53	.0	2,517	.0	.0	.0	.32	01/20/2048	1
36179T-OS-7	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		17,596	17,596	18,756	.0	.0	(1,160)	.0	(1,160)	.0	17,596	.0	.0	.0	.555	01/20/2048	1
36179T-SF-3	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		.325	.325	.318	.0	.0	.7	.0	.7	.0	.325	.0	.0	.0	.1	02/20/2048	1
36179T-UC-7	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	VARIOUS	896,780	861,365	891,378	.0	.0	(536)	.0	(536)	.0	890,842	.0	5,938	5,938	2,103	03/20/2048	1	
36179T-UD-5	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	VARIOUS	1,691,572	1,618,170	1,700,445	.0	.0	(2,525)	.0	(2,525)	.0	1,697,920	.0	(6,348)	(6,348)	17,554	03/20/2048	1	
36179T-XY-6	GNMA PASS-THRU M SINGLE FAMILY		09/20/2018	PRINCIPAL RECEIPT		5,823	5,823	6,154	.0	.0	(330)	.0	(330)	.0	5,823	.0	.0	.0	.27	05/20/2048	1
36179T-Z6-5																					

STATEMENT AS OF SEPTEMBER 30, 2018 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
36178W-7F-2	GNMA PASS-THRU X SINGLE FAMILY		09/15/2018	PRINCIPAL RECEIPT		4, 148	4, 148	4, 398	4, 390	.0	(242)	.0	(242)	.0	4, 148	.0	.0	.0	.91	01/15/2042	1
36178G-FN-9	GNMA PASS-THRU X SINGLE FAMILY		09/15/2018	PRINCIPAL RECEIPT		3, 542	3, 542	3, 757	3, 751	.0	(209)	.0	(209)	.0	3, 542	.0	.0	.0	.80	07/15/2042	1
36181B-V5-6	GNMA PASS-THRU X SINGLE FAMILY		09/15/2018	PRINCIPAL RECEIPT		3, 124	3, 124	3, 304	3, 299	.0	(175)	.0	(175)	.0	3, 124	.0	.0	.0	.73	10/15/2043	1
3620AA-TP-3	GNMA PASS-THRU X SINGLE FAMILY		09/15/2018	PRINCIPAL RECEIPT		7, 195	7, 195	7, 804	7, 794	.0	(600)	.0	(600)	.0	7, 195	.0	.0	.0	.201	09/15/2039	1
3620AM-ET-5	GNMA PASS-THRU X SINGLE FAMILY		09/15/2018	VARIOUS		130, 040	124, 023	134, 565	134, 379	.0	(470)	.0	(470)	.0	133, 909	.0	(3, 869)	(3, 869)	4, 032	06/15/2040	1
38376G-CK-4	GNMA REMIC TRUST 2009-119		09/16/2018	PRINCIPAL RECEIPT		6, 506	6, 506	6, 675	6, 670	.0	(164)	.0	(164)	.0	6, 506	.0	.0	.0	.172	09/16/2044	1
38376G-JA-9	GNMA REMIC TRUST 2010-49		09/16/2018	PRINCIPAL RECEIPT		232, 847	232, 847	239, 169	239, 016	.0	(6, 169)	.0	(6, 169)	.0	232, 847	.0	.0	.0	6, 993	10/16/2052	1
38378B-E2-1	GNMA REMIC TRUST 2012-114		09/16/2018	PRINCIPAL RECEIPT		12, 092	12, 092	11, 767	11, 766	.0	325	.0	325	.0	12, 092	.0	.0	.0	.149	01/16/2053	1
38378K-J6-7	GNMA REMIC TRUST 2013-126		09/16/2018	PRINCIPAL RECEIPT		39, 851	39, 851	41, 169	40, 998	.0	(1, 147)	.0	(1, 147)	.0	39, 851	.0	.0	.0	.658	10/16/2047	1
38378K-4S-5	GNMA REMIC TRUST 2013-141		09/16/2018	PRINCIPAL RECEIPT		33, 428	33, 428	34, 907	34, 785	.0	(1, 358)	.0	(1, 358)	.0	33, 428	.0	.0	.0	.604	02/16/2052	1
38378N-HD-8	GNMA REMIC TRUST 2013-171		09/16/2018	PRINCIPAL RECEIPT		68, 848	68, 848	75, 099	74, 234	.0	(5, 385)	.0	(5, 385)	.0	68, 848	.0	.0	.0	1, 750	06/16/2054	1
38378N-KT-9	GNMA REMIC TRUST 2013-176		09/16/2018	PRINCIPAL RECEIPT		58, 882	58, 882	57, 243	57, 365	.0	1, 518	.0	1, 518	.0	58, 882	.0	.0	.0	.724	03/16/2046	1
38378N-JA-2	GNMA REMIC TRUST 2013-178		09/16/2018	PRINCIPAL RECEIPT		11, 214	11, 214	11, 270	11, 268	.0	(54)	.0	(54)	.0	11, 214	.0	.0	.0	.155	03/16/2035	1
38378K-DW-6	GNMA REMIC TRUST 2013-35		09/16/2018	PRINCIPAL RECEIPT		105, 759	105, 759	103, 739	104, 041	.0	1, 718	.0	1, 718	.0	105, 759	.0	.0	.0	1, 013	03/16/2043	1
38378K-SZ-3	GNMA REMIC TRUST 2013-94		09/16/2018	PRINCIPAL RECEIPT		17, 554	17, 554	17, 266	17, 287	.0	267	.0	267	.0	17, 554	.0	.0	.0	.226	03/16/2054	1
38378X-GF-2	GNMA REMIC TRUST 2014-109		09/16/2018	PRINCIPAL RECEIPT		16, 687	16, 687	17, 000	16, 966	.0	(279)	.0	(279)	.0	16, 687	.0	.0	.0	.231	01/16/2046	1
38378N-UA-9	GNMA REMIC TRUST 2014-14		09/16/2018	PRINCIPAL RECEIPT		14, 158	14, 158	14, 229	14, 221	.0	(62)	.0	(62)	.0	14, 158	.0	.0	.0	.201	01/16/2042	1
38378X-P4-7	GNMA REMIC TRUST 2014-166		09/16/2018	PRINCIPAL RECEIPT		68, 300	68, 300	70, 200	69, 987	.0	(1, 686)	.0	(1, 686)	.0	68, 300	.0	.0	.0	1, 118	07/16/2051	1
38378N-2R-3	GNMA REMIC TRUST 2014-67		09/16/2018	PRINCIPAL RECEIPT		5, 571	5, 571	5, 587	5, 586	.0	(15)	.0	(15)	.0	5, 571	.0	.0	.0	.74	05/16/2039	1
38379K-FL-7	GNMA REMIC TRUST 2015-37		09/16/2018	PRINCIPAL RECEIPT		17, 998	17, 998	18, 167	18, 165	.0	(167)	.0	(167)	.0	17, 998	.0	.0	.0	.255	02/16/2055	1
38379R-Y9-8	GNMA REMIC TRUST 2017-128		09/16/2018	PRINCIPAL RECEIPT		10, 057	10, 057	10, 038	10, 039	.0	.18	.0	.18	.0	10, 057	.0	.0	.0	.156	05/16/2051	1
38380H-SW-8	GNMA REMIC TRUST 2017-184		09/20/2018	PRINCIPAL RECEIPT		3, 605	3, 605	3, 626	.0	.0	(21)	.0	(21)	.0	3, 605	.0	.0	.0	.55	12/20/2047	1
38380U-PK-3	GNMA REMIC TRUST 2018-008		09/20/2018	PRINCIPAL RECEIPT		2, 798	2, 798	2, 809	.0	.0	(12)	.0	(12)	.0	2, 798	.0	.0	.0	.45	11/20/2047	1
38380U-SV-6	GNMA REMIC TRUST 2018-015		08/20/2018	VARIOUS		2, 864, 022	2, 916, 503	2, 906, 478	.0	.0	354	.0	354	.0	2, 906, 832	.0	(42, 810)	(42, 810)	22, 570	01/20/2043	1
83162C-LT-8	SMALL BUS ADMIN GTD DEV PTC		09/01/2018	MERRILL LYNCH		4, 655	4, 655	4, 970	4, 655	.0	.0	.0	.0	.0	4, 655	.0	.0	.0	.172	09/01/2021	1
83162C-PS-6	SMALL BUS ADMIN GTD DEV PTC		08/01/2018	VARIOUS		10, 347	10, 347	10, 347	10, 347	.0	.0	.0	.0	.0	10, 347	.0	.0	.0	.529	08/01/2025	1
83162C-QV-8	SMALL BUS ADMIN GTD DEV PTC		08/01/2018	MERRILL						.0	.0	.0	.0	.0		.0	.0	.0	.725	02/01/2027	1
83162C-KM-4	SMALL BUSINESS ADMIN GTD 00-20A		07/01/2018	LYNCH, PIERCE, FENNER&SM		243	243	284	248	.0	(5)	.0	(5)	.0	243	.0	.0	.0	.15	01/01/2020	1
83162C-LG-6	SMALL BUSINESS ADMIN GTD 01-20B		08/01/2018	PRINCIPAL RECEIPT		995	995	995	995	.0	.0	.0	.0	.0	995	.0	.0	.0	.42	02/01/2021	1
83162C-KC-6	SMALL BUSINESS ADMIN GTD 99-20G		07/01/2018	PRINCIPAL RECEIPT		298	298	298	298	.0	.0	.0	.0	.0	298	.0	.0	.0	.14	07/01/2019	1
83162C-KF-9	SMALL BUSINESS ADMIN GTD 99-20I		09/01/2018	PRINCIPAL RECEIPT		309	309	309	309	.0	.0	.0	.0	.0	309	.0	.0	.0	.16	09/01/2019	1
912810-PX-0	UNITED STATES TREAS BDS		08/17/2018	GOLDMAN, SACHS & CO.		444, 586	360, 000	456, 708	454, 064	.0	(2, 164)	.0	(2, 164)	.0	451, 901	.0	(7, 315)	(7, 315)	12, 370	05/15/2038	1
912810-SA-7	UNITED STATES TREAS BDS		07/02/2018	LINSCO/PRIVATE LEDGER						.0	.0	.0	.0	.0		.0	.0	.0			
912810-SC-3	UNITED STATES TREAS BDS		09/17/2018	CORP. RE		10, 519, 688	10, 500, 000	10, 545, 527	.0	.0	(13)	.0	(13)	.0	10, 545, 514	.0	(25, 826)	(25, 826)	120, 083	02/15/2048	1
912828-2C-3	UNITED STATES TREAS NTS		08/31/2018	BANCROFT CAPITAL, LLC		9, 953, 125	10, 000, 000	10, 233, 437	.0	.0	(809)	.0	(809)	.0	10, 232, 629	.0	(279, 504)	(279, 504)	106, 997	05/15/2048	1
912828-2K-5	UNITED STATES TREAS NTS		08/01/2018	VARIOUS		2, 428, 756	2, 430, 000	2, 429, 243	2, 429, 747	.0	231	.0	231	.0	2, 429, 977	.0	(1, 221)	(1, 221)	17, 373	08/31/2018	1
912828-3F-5	UNITED STATES TREAS NTS		07/06/2018	Nomura		178, 095	180, 000	180, 176	180, 144	.0	(53)	.0	(53)	.0	180, 091	.0	(1, 996)	(1, 996)	2, 482	07/31/2019	1
912828-30-1	UNITED STATES TREAS NTS		08/01/2018	LINSCO/PRIVATE LEDGER						.0	.0	.0	.0	.0		.0	.0	.0			
912828-3S-7	UNITED STATES TREAS NTS		09/12/2018	CORP. RE		5, 240, 469	5, 500, 000	5, 254, 219	.0	.0	2, 339	.0	2, 339	.0	5, 256, 558	.0	(16, 089)	(16, 089)	18, 495	11/15/2027	1
912828-4X-5	UNITED STATES TREAS NTS		09/06/2018	CITADEL SECURITIES LLC		2, 702, 412	2, 750, 000	2, 718, 955	.0	.0	4, 596	.0	4, 596	.0	2, 723, 551	.0	(21, 138)	(21, 138)	30, 041	01/15/2021	1
912828-W9-7	UNITED STATES TREAS NTS		08/17/2018	VARIOUS		3, 868, 093	3, 900, 000	3, 883, 090	.0	.0	4, 431	.0	4, 431	.0	3, 887, 520	.0	(19, 427)	(19, 427)	45, 547	01/31/2020	1
912828-Y4-6	UNITED STATES TREAS NTS		09/14/2018	NOMURA SECURITIES/FIX		225, 062	225, 000	225, 202	.0	.0	(1)	.0	(1)	.0	225, 202	.0	(140)	(140)	120	08/31/2023	1
911760-RP-3	US VA VENDEE MTG TR 2002-1		09/15/2018	VARIOUS		1, 490, 324	1, 500, 000	1, 486, 699	.0	.0	5, 209	.0	5, 209	.0	1, 491, 908	.0	(1, 584)	(1, 584)	16, 387	03/31/2019	1
0599999	Subtotal - Bonds - U.S. Governments					45, 944, 100	46, 125, 348	46, 412, 504	4, 420, 722	0	(33, 187)	0	(33, 187)	0	46, 374, 444	0	(430, 345)	(430, 345)	485, 967	XXX	XXX
93974D-SQ-7	WASHINGTON ST		09/13/2018	BANCROFT CAPITAL, LLC		1, 994, 000	2, 000, 000	2, 000, 000	.0	.0	.0	.0	.0	.0	2, 000, 000	.0	(6, 000)	(6, 000)	842	08/01/2023	1FE
1799999	Subtotal - Bonds - U.S. States, Territories and Possessions					1, 994, 000	2, 000, 000	2, 000, 000	.0	0	0	0	0	0	2, 000, 000	0	(6, 000)	(6, 000)	842	XXX	XXX
3128JN-RT-4	FHLMC PC 1YR LIBOR VR		09/15/2018	PRINCIPAL RECEIPT		187	187	203	202	.0	(14)	.0	(14)	.0	187	.0	.0	.0	.5	03/01/2037	1
3128MT-GK-9	FHLMC PC GOLD 10/20 11		09/15/2018	PRINCIPAL RECEIPT		51	51	52	52	.0	(1)	.0	(1)	.0	51	.0	.0	.0	.2	09/01/2037	1
3128UN-DB-5	FHLMC PC GOLD 10/20 11		09/15/2018	PRINCIPAL RECEIPT		89	89	90	90	.0	(1)	.0	(1)	.0	89	.0	.0	.0	.4	10/01/2037	1
3128UN-GE-6	FHLMC PC GOLD 10/20 11		09/15/2018	PRINCIPAL RECEIPT		3, 362	3, 362	3, 569	3, 557	.0	(196)	.0	(196)	.0	3, 362	.0	.0	.0	138	10/01/2038	1
3128P7-DM-2	FHLMC PC GOLD CASH 20		09/15/2018	PRINCIPAL RECEIPT		3, 449	3, 449	3, 519	3, 501	.0	(52)	.0	(52)	.0	3, 449	.0	.0	.0	121	12/01/2026	1
3128P8-BM-2	FHLMC PC GOLD CASH 20		09/15/2018	PRINCIPAL RECEIPT		287, 003	287, 003	293, 954	.0	.0	(6, 951)	.0	(6, 951)	.0	287, 003	.0	.0	.0	4, 488	09/01/2035	1
31292S-AG-5	FHLMC PC GOLD CASH 30		09/15/2018	PRINCIPAL RECEIPT		1, 452	1, 452	1, 552	1, 545	.0	(93)	.0	(93)	.0	1, 452	.0	.0	.0	.31	08/01/2042	1

STATEMENT AS OF SEPTEMBER 30, 2018 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident- ification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn- ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Desig- nation or Market In- dicator (a)
31292S-BD-1	FHLMC PC GOLD CASH 30		09/15/2018	PRINCIPAL RECEIPT		3,118	3,118	3,304	3,292	.0	(175)	.0	(175)	.0	3,118	.0	.0	.0	.65	03/01/2043	1
31292S-BK-5	FHLMC PC GOLD CASH 30		09/15/2018	PRINCIPAL RECEIPT		8,842	8,842	9,134	9,118	.0	(276)	.0	(276)	.0	8,842	.0	.0	.0	.184	05/01/2043	1
3132L5-A2-9	FHLMC PC GOLD C1 30YR		09/15/2018	PRINCIPAL RECEIPT		2,342	2,342	2,433	2,427	.0	(84)	.0	(84)	.0	2,342	.0	.0	.0	.43	04/01/2043	1
3128MB-Y5-0	FHLMC PC GOLD COMB 15		09/15/2018	PRINCIPAL RECEIPT		39,774	39,774	42,831	41,679	.0	(1,906)	.0	(1,906)	.0	39,774	.0	.0	.0	1,247	06/01/2023	1
3128MC-A9-6	FHLMC PC GOLD COMB 15		09/15/2018	PRINCIPAL RECEIPT		13,170	13,170	14,371	13,880	.0	(710)	.0	(710)	.0	13,170	.0	.0	.0	.445	01/01/2024	1
3128MC-GV-1	FHLMC PC GOLD COMB 15		09/15/2018	PRINCIPAL RECEIPT		2,699	2,699	2,938	2,849	.0	(150)	.0	(150)	.0	2,699	.0	.0	.0	.92	02/01/2024	1
3128MC-QG-3	FHLMC PC GOLD COMB 15		09/15/2018	PRINCIPAL RECEIPT		4,933	4,933	5,299	5,187	.0	(254)	.0	(254)	.0	4,933	.0	.0	.0	137	06/01/2025	1
3128MC-VU-6	FHLMC PC GOLD COMB 15		09/15/2018	PRINCIPAL RECEIPT		20,970	20,970	22,412	21,940	.0	(970)	.0	(970)	.0	20,970	.0	.0	.0	.579	05/01/2025	1
3128MD-AH-6	FHLMC PC GOLD COMB 15		09/15/2018	PRINCIPAL RECEIPT		33,339	33,339	35,433	34,992	.0	(1,653)	.0	(1,653)	.0	33,339	.0	.0	.0	.821	11/01/2026	1
3128MD-H8-9	FHLMC PC GOLD COMB 15		09/15/2018	PRINCIPAL RECEIPT		11,222	11,222	11,911	11,704	.0	(482)	.0	(482)	.0	11,222	.0	.0	.0	.276	06/01/2026	1
3128MD-KB-8	FHLMC PC GOLD COMB 15		09/15/2018	PRINCIPAL RECEIPT		38,222	38,222	40,916	40,061	.0	(1,838)	.0	(1,838)	.0	38,222	.0	.0	.0	1,070	07/01/2026	1
31283G-2C-0	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		1,055	1,055	1,181	1,150	.0	(95)	.0	(95)	.0	1,055	.0	.0	.0	.48	10/01/2027	1
31283H-6C-4	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		1,021	1,021	1,041	1,038	.0	(17)	.0	(17)	.0	1,021	.0	.0	.0	.41	12/01/2032	1
31283H-6D-2	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		2,473	2,473	2,528	2,517	.0	(44)	.0	(44)	.0	2,473	.0	.0	.0	.98	12/01/2031	1
31283H-IY-7	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		1,055	1,055	1,146	1,140	.0	(86)	.0	(86)	.0	1,055	.0	.0	.0	.36	06/01/2033	1
3128LX-S7-6	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		10,950	10,950	11,907	11,844	.0	(894)	.0	(894)	.0	10,950	.0	.0	.0	.336	10/01/2036	1
3128M4-W9-0	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		6,296	6,296	6,797	6,770	.0	(475)	.0	(475)	.0	6,296	.0	.0	.0	.191	11/01/2036	1
3128M5-K5-8	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		3,487	3,487	3,868	3,850	.0	(364)	.0	(364)	.0	3,487	.0	.0	.0	.132	12/01/2037	1
3128M5-QY-9	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		12,741	12,741	14,121	14,102	.0	(1,361)	.0	(1,361)	.0	12,741	.0	.0	.0	.429	01/01/2038	1
3128M6-FT-0	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		791	791	821	820	.0	(29)	.0	(29)	.0	791	.0	.0	.0	.31	03/01/2038	1
3128M6-XU-7	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		3,441	3,441	3,766	3,751	.0	(310)	.0	(310)	.0	3,441	.0	.0	.0	.112	01/01/2038	1
3128M7-ST-9	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		912	912	986	985	.0	(73)	.0	(73)	.0	912	.0	.0	.0	.29	08/01/2040	1
3128M7-PU-4	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		13,078	13,078	14,042	13,992	.0	(914)	.0	(914)	.0	13,078	.0	.0	.0	.359	07/01/2039	1
3128M7-TQ-9	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		5,049	5,049	5,329	5,329	.0	(281)	.0	(281)	.0	5,049	.0	.0	.0	.142	10/01/2039	1
3128M7-Z3-3	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		5,869	5,869	6,216	6,168	.0	(299)	.0	(299)	.0	5,869	.0	.0	.0	.201	07/01/2035	1
3128M8-CB-8	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		14,565	14,565	15,999	15,918	.0	(1,353)	.0	(1,353)	.0	14,565	.0	.0	.0	.557	05/01/2040	1
3128M8-CW-2	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		932	932	1,049	1,045	.0	(113)	.0	(113)	.0	932	.0	.0	.0	.38	09/01/2038	1
3128M8-H5-6	FHLMC PC GOLD COMB 30		09/15/2018	VARIOUS		10,725	10,440	10,858	10,835	.0	(19)	.0	(19)	.0	10,815	.0	(90)	(90)	.326	02/01/2041	1
3128M8-H6-2	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		533	533	561	560	.0	(27)	.0	(27)	.0	533	.0	.0	.0	.13	12/01/2040	1
3128M8-R3-0	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		1,356	1,356	1,459	1,453	.0	(97)	.0	(97)	.0	1,356	.0	.0	.0	.34	12/01/2040	1
3128M8-Z7-2	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		4,316	4,316	4,707	4,696	.0	(380)	.0	(380)	.0	4,316	.0	.0	.0	.127	09/01/2041	1
3128M9-D2-5	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		6,367	6,367	6,831	6,813	.0	(446)	.0	(446)	.0	6,367	.0	.0	.0	.197	09/01/2039	1
3128M9-WC-2	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		501	501	536	535	.0	(33)	.0	(33)	.0	501	.0	.0	.0	.14	08/01/2041	1
3128MJ-SY-7	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		11,176	11,176	10,818	10,839	.0	337	.0	337	.0	11,176	.0	.0	.0	.205	06/01/2043	1
3128MJ-TU-4	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		26,120	26,120	26,626	26,603	.0	(483)	.0	(483)	.0	26,120	.0	.0	.0	.563	01/01/2044	1
3128MJ-YJ-3	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		342,907	342,907	351,908	.0	.0	(9,001)	.0	(9,001)	.0	342,907	.0	.0	.0	4,896	06/01/2046	1
312936-NA-1	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		7,969	7,969	8,503	8,481	.0	(512)	.0	(512)	.0	7,969	.0	.0	.0	.217	10/01/2039	1
312941-NS-2	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		967	967	1,045	1,043	.0	(77)	.0	(77)	.0	967	.0	.0	.0	.31	07/01/2040	1
312941-SV-0	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		985	985	1,052	1,048	.0	(63)	.0	(63)	.0	985	.0	.0	.0	.24	08/01/2040	1
312943-UJ-0	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		2,052	2,052	2,193	2,184	.0	(132)	.0	(132)	.0	2,052	.0	.0	.0	.50	11/01/2040	1
312944-FE-6	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		1,009	1,009	1,068	1,065	.0	(56)	.0	(56)	.0	1,009	.0	.0	.0	.26	12/01/2040	1
312945-AM-0	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		6,164	6,164	6,590	6,565	.0	(401)	.0	(401)	.0	6,164	.0	.0	.0	.150	01/01/2041	1
312945-DS-4	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		340	340	358	357	.0	(17)	.0	(17)	.0	340	.0	.0	.0	.8	01/01/2041	1
312945-XY-9	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		2,028	2,028	2,141	2,135	.0	(107)	.0	(107)	.0	2,028	.0	.0	.0	.49	02/01/2041	1
312945-ZD-3	FHLMC PC GOLD COMB 30		09/15/2018	PRINCIPAL RECEIPT		2,317	2,317	2,401	2,397	.0	(80)	.0	(80)	.0	2,317	.0	.0	.0	.58	0	

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Design-ation or Market In-dicator (a)	
31300M-H7-1	FHLMC PC GUAR ADJ 30YR		09/15/2018	PRINCIPAL RECEIPT		157,758		157,758	162,836	162,510	0	(4,752)	0	(4,752)	0	157,758	0	0	0	2,487	01/01/2042	1
31326H-4L-5	FHLMC PC HYBRID ARM		09/15/2018	PRINCIPAL RECEIPT		52,271		52,271	54,149	54,185	0	(1,914)	0	(1,914)	0	52,271	0	0	0	989	11/01/2044	1
313371-W8-1	FHLMC REMIC SERIES 1608		09/15/2018	PRINCIPAL RECEIPT		2,039		2,039	2,177	2,056	0	(17)	0	(17)	0	2,039	0	0	0	80	09/15/2023	1
31392P-BJ-3	FHLMC REMIC SERIES 2456		09/15/2018	PRINCIPAL RECEIPT		4,598		4,598	4,674	4,745	0	(147)	0	(147)	0	4,598	0	0	0	177	06/15/2032	1
31397C-K5-7	FHLMC REMIC SERIES 3243		09/15/2018	PRINCIPAL RECEIPT		15,237		15,237	16,322	16,130	0	(893)	0	(893)	0	15,237	0	0	0	422	11/15/2036	1
313788-LR-6	FHLMC REMIC SERIES 4319		09/15/2018	PRINCIPAL RECEIPT		13,527		13,527	15,188	14,739	0	(1,212)	0	(1,212)	0	13,527	0	0	0	359	03/15/2044	1
31378S-G8-0	FHLMC REMIC SERIES 4621		09/15/2018	PRINCIPAL RECEIPT		1,944		1,944	1,942	1,943	0	2	0	2	0	1,944	0	0	0	26	10/15/2046	1
3137BW-U3-6	FHLMC REMIC SERIES 4663		09/15/2018	PRINCIPAL RECEIPT		44,288		44,288	44,357	44,354	0	(66)	0	(66)	0	44,288	0	0	0	736	03/15/2047	1
3137F2-MU-7	FHLMC REMIC SERIES 4707		09/15/2018	PRINCIPAL RECEIPT		38,581		38,581	38,262	38,278	0	303	0	303	0	38,581	0	0	0	563	07/15/2047	1
3137AY-CD-1	FHLMC REMIC SERIES K-025		09/25/2018	PRINCIPAL RECEIPT		3,664		3,664	3,737	3,698	0	(34)	0	(34)	0	3,664	0	0	0	41	04/25/2022	1
3137FB-BW-5	FHLMC REMIC SERIES K-068		09/25/2018	PRINCIPAL RECEIPT		1,283		1,283	1,308	1,308	0	(25)	0	(25)	0	1,283	0	0	0	22	02/25/2027	1
3137AH-6Q-6	FHLMC REMIC SERIES K-704		08/25/2018	PRINCIPAL RECEIPT		456,816		456,816	460,165	458,595	0	(1,779)	0	(1,779)	0	456,816	0	0	0	7,663	08/25/2018	1
3137BM-6D-3	FHLMC REMIC SERIES K-F12		09/25/2018	PRINCIPAL RECEIPT		42,920		42,920	43,101	0	(181)	0	(181)	0	42,920	0	0	0	623	09/25/2022	1	
31392M-EM-0	FHLMC REMIC SERIES T0041		09/25/2018	PRINCIPAL RECEIPT		385		385	400	386	0	0	0	0	385	0	0	0	11	07/25/2032	1	
31358S-7A-3	FNMA GRANTOR TRUST 2001-T3		09/25/2018	PRINCIPAL RECEIPT		1,146		1,146	1,175	1,147	0	0	0	0	1,146	0	0	0	54	11/25/2040	1	
3138EN-AH-2	FNMA PASS-THRU ADJ LIBOR		09/25/2018	PRINCIPAL RECEIPT		87,362		87,362	90,147	89,971	0	(2,609)	0	(2,609)	0	87,362	0	0	0	1,489	06/01/2044	1
3138ET-4D-5	FNMA PASS-THRU ADJ LIBOR		09/25/2018	PRINCIPAL RECEIPT		21,233		21,233	21,788	21,778	0	(545)	0	(545)	0	21,233	0	0	0	381	07/01/2046	1
3140J6-AQ-0	FNMA PASS-THRU ADJ LIBOR		09/25/2018	PRINCIPAL RECEIPT		38,594		38,594	39,427	39,425	0	(831)	0	(831)	0	38,594	0	0	0	728	10/01/2047	1
31405F-D5-8	FNMA PASS-THRU GOV SINGLE FAM		09/25/2018	PRINCIPAL RECEIPT		199		199	210	208	0	(9)	0	(9)	0	199	0	0	0	9	10/01/2032	1
3138E2-GB-5	FNMA PASS-THRU INT 15 YEAR		09/25/2018	VARIOUS		86,760		87,228	91,493	90,960	0	(754)	0	(754)	0	90,206	0	(3,445)	(3,445)	1,854	01/01/2027	1
3138EG-RS-5	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		593		593	635	622	0	(28)	0	(28)	0	593	0	0	0	17	08/01/2024	1
3138EJ-DE-5	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		7,369		7,369	8,014	7,882	0	(513)	0	(513)	0	7,369	0	0	0	212	08/01/2026	1
3138EJ-E3-8	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		595		595	637	627	0	(33)	0	(33)	0	595	0	0	0	17	01/01/2027	1
3138WG-P8-1	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		199,620		199,620	209,507	208,755	0	(9,136)	0	(9,136)	0	199,620	0	0	0	4,023	03/01/2031	1
31403D-DK-2	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		6,144		6,144	6,256	6,165	0	(20)	0	(20)	0	6,144	0	0	0	242	03/01/2021	1
3140J5-LM-9	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		19,866		19,866	20,685	20,682	0	(817)	0	(817)	0	19,866	0	0	0	523	11/01/2031	1
3140J5-SM-2	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		19,194		19,194	19,456	19,451	0	(257)	0	(257)	0	19,194	0	0	0	367	05/01/2032	1
3140J7-SA-4	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		10,736		10,736	11,007	0	(272)	0	(272)	0	10,736	0	0	0	180	11/01/2032	1	
314007-UB-1	FNMA PASS-THRU INT 15 YEAR		09/25/2018	VARIOUS		242,659		244,666	249,406	0	(422)	0	(422)	0	248,984	0	(6,325)	(6,325)	4,938	10/01/2032	1	
31410L-EC-2	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		4,953		4,953	5,372	5,157	0	(205)	0	(205)	0	4,953	0	0	0	160	07/01/2024	1
31412Q-EQ-8	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,157		1,157	1,245	1,221	0	(64)	0	(64)	0	1,157	0	0	0	33	08/01/2024	1
31418C-PK-4	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		7,191		7,191	7,414	7,410	0	(219)	0	(219)	0	7,191	0	0	0	139	09/01/2032	1
31418C-QG-2	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		18,259		18,259	17,690	0	569	0	569	0	18,259	0	0	0	58	10/01/2032	1	
31418M-J5-2	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		13,115		13,115	14,295	13,595	0	(481)	0	(481)	0	13,115	0	0	0	482	09/01/2024	1
31418M-PE-6	FNMA PASS-THRU INT 15 YEAR		09/25/2018	PRINCIPAL RECEIPT		46,704		46,704	51,141	49,152	0	(2,448)	0	(2,448)	0	46,704	0	0	0	1,827	11/01/2023	1
3138ER-N6-3	FNMA PASS-THRU INT 20 YEAR		09/25/2018	PRINCIPAL RECEIPT		7,939		7,939	8,025	8,022	0	(83)	0	(83)	0	7,939	0	0	0	157	11/01/2036	1
3138ER-N7-1	FNMA PASS-THRU INT 20 YEAR		09/25/2018	PRINCIPAL RECEIPT		2,025		2,025	2,045	2,045	0	(20)	0	(20)	0	2,025	0	0	0	38	11/01/2036	1
3138ET-E8-5	FNMA PASS-THRU INT 20 YEAR		09/25/2018	PRINCIPAL RECEIPT		150,153		150,153	162,588	161,935	0	(11,781)	0	(11,781)	0	150,153	0	0	0	3,838	06/01/2035	1
3138WD-SK-3	FNMA PASS-THRU INT 20 YEAR		09/25/2018	PRINCIPAL RECEIPT		325		325	330	0	(5)	0	(5)	0	325	0	0	0	4	02/01/2035	1	
3140J5-UV-9	FNMA PASS-THRU INT 20 YEAR		09/25/2018	PRINCIPAL RECEIPT		5,101		5,101	5,187	0	(86)	0	(86)	0	5,101	0	0	0	69	01/01/2036	1	
31418C-G9-9	FNMA PASS-THRU INT 20 YEAR		09/25/2018	PRINCIPAL RECEIPT		34,476		34,476	35,839	35,809	0	(1,333)	0	(1,333)	0	34,476	0	0	0	758	03/01/2037	1
31403D-DS-5	FNMA PASS-THRU LNG 15+ YR		09/25/2018	PRINCIPAL RECEIPT		145,025		145,025	161,205	160,343	0	(15,317)	0	(15,317)	0	145,025	0	0	0	5,561	01/01/2036	1
31371K-K7-5	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		3,022		3,022	3,415	3,373	0	(351)	0	(351)	0	3,022	0	0	0	138	02/01/2032	1
31371K-VH-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		528		528	549	545	0	(18)	0	(18)	0	528	0	0	0	21	11/01/2032	1
31371N-H4-0	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		2																

STATEMENT AS OF SEPTEMBER 30, 2018 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Design-ation or Market In-dicator (a)	
3138EH-GP-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		4,750	4,750	5,094	5,090	.0	(340)	.0	(340)	.0	4,750	.0	.0	.0	.0	133	12/01/2040	1
3138EH-JII-3	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		3,254	3,254	3,673	3,662	.0	(408)	.0	(408)	.0	3,254	.0	.0	.0	.0	135	10/01/2039	1
3138EJ-7F-9	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,287	1,287	1,384	1,380	.0	(93)	.0	(93)	.0	1,287	.0	.0	.0	.0	33	08/01/2042	1
3138EK-2D-6	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		13,983	13,983	14,872	14,880	.0	(897)	.0	(897)	.0	13,983	.0	.0	.0	.0	357	12/01/2042	1
3138EK-F5-9	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		.974	.974	1,052	1,048	.0	(73)	.0	(73)	.0	.974	.0	.0	.0	.0	29	12/01/2041	1
3138EL-B3-6	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,005	1,005	1,071	1,072	.0	(67)	.0	(67)	.0	1,005	.0	.0	.0	.0	22	06/01/2043	1
3138EL-N4-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		3,538	3,538	3,760	3,756	.0	(218)	.0	(218)	.0	3,538	.0	.0	.0	.0	79	07/01/2043	1
3138EL-X8-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		8,701	8,701	9,796	9,729	.0	(1,028)	.0	(1,028)	.0	8,701	.0	.0	.0	.0	328	07/01/2038	1
3138EM-5Y-3	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		26,463	26,463	29,159	29,000	.0	(2,537)	.0	(2,537)	.0	26,463	.0	.0	.0	.0	840	09/01/2039	1
3138EP-V3-5	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		135,896	135,896	148,488	148,276	.0	(12,380)	.0	(12,380)	.0	135,896	.0	.0	.0	.0	3,471	05/01/2043	1
3138EQ-2Z-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,644	1,644	1,725	1,728	.0	(84)	.0	(84)	.0	1,644	.0	.0	.0	.0	35	01/01/2046	1
3138ER-A5-9	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,061	1,061	1,112	1,112	.0	(51)	.0	(51)	.0	1,061	.0	.0	.0	.0	27	09/01/2046	1
3138ER-J7-6	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		2,175	2,175	2,228	2,228	.0	(53)	.0	(53)	.0	2,175	.0	.0	.0	.0	48	10/01/2046	1
3138ER-MV-9	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		67,119	67,119	67,119	67,279	.0	(161)	.0	(161)	.0	67,119	.0	.0	.0	.0	1,283	10/01/2046	1
3138ER-NP-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,105	1,105	1,091	1,091	.0	14	.0	14	.0	1,105	.0	.0	.0	.0	21	10/01/2046	1
3138ER-TY-6	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		2,026	2,026	2,083	2,083	.0	(56)	.0	(56)	.0	2,026	.0	.0	.0	.0	46	06/01/2046	1
3138ET-GU-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,682	1,682	1,796	1,798	.0	(116)	.0	(116)	.0	1,682	.0	.0	.0	.0	38	03/01/2044	1
3138ET-T9-7	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		115,772	115,772	127,784	127,574	.0	(11,801)	.0	(11,801)	.0	115,772	.0	.0	.0	.0	3,382	10/01/2042	1
3138ET-ZE-9	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		93,975	93,975	102,682	102,906	.0	(8,931)	.0	(8,931)	.0	93,975	.0	.0	.0	.0	2,676	06/01/2046	1
3138NF-SW-8	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		4,345	4,345	4,325	4,334	.0	11	.0	11	.0	4,345	.0	.0	.0	.0	72	11/01/2042	1
3138NX-KJ-5	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		2,731	2,731	2,647	2,652	.0	79	.0	79	.0	2,731	.0	.0	.0	.0	51	01/01/2043	1
3138WE-KJ-7	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		6,145	6,145	6,438	6,447	.0	(302)	.0	(302)	.0	6,145	.0	.0	.0	.0	138	04/01/2045	1
3138WF-3A-2	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		7,119	7,119	7,451	7,462	.0	(343)	.0	(343)	.0	7,119	.0	.0	.0	.0	162	11/01/2045	1
3138WF-PR-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		22,038	22,038	23,589	23,565	.0	(1,528)	.0	(1,528)	.0	22,038	.0	.0	.0	.0	559	09/01/2045	1
3138WF-RH-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,220	1,220	1,280	1,279	.0	(59)	.0	(59)	.0	1,220	.0	.0	.0	.0	31	09/01/2045	1
3138WG-C9-3	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		8,149	8,149	8,425	8,419	.0	(270)	.0	(270)	.0	8,149	.0	.0	.0	.0	185	12/01/2045	1
3138WG-DE-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		4,915	4,915	5,188	5,187	.0	(272)	.0	(272)	.0	4,915	.0	.0	.0	.0	131	12/01/2045	1
3138WG-DN-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		8,042	8,042	8,197	8,195	.0	(153)	.0	(153)	.0	8,042	.0	.0	.0	.0	183	01/01/2046	1
3138WG-JH-8	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,683	1,683	1,767	1,769	.0	(86)	.0	(86)	.0	1,683	.0	.0	.0	.0	37	01/01/2046	1
3138WH-U3-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		20,744	20,744	21,273	21,270	.0	(526)	.0	(526)	.0	20,744	.0	.0	.0	.0	476	08/01/2046	1
3138WH-X8-0	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		2,971	2,971	2,963	2,963	.0	7	.0	7	.0	2,971	.0	.0	.0	.0	57	09/01/2046	1
3138WJ-G4-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		11,953	11,953	11,927	11,927	.0	26	.0	26	.0	11,953	.0	.0	.0	.0	222	11/01/2046	1
3138WJ-GK-8	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		7,799	7,799	7,708	7,709	.0	90	.0	90	.0	7,799	.0	.0	.0	.0	153	11/01/2046	1
3138WJ-GP-7	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,118	1,118	1,104	1,105	.0	14	.0	14	.0	1,118	.0	.0	.0	.0	22	11/01/2046	1
3138WM-HQ-7	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		2,340	2,340	2,329	2,334	.0	6	.0	6	.0	2,340	.0	.0	.0	.0	38	03/01/2043	1
3138X3-EH-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		15,992	15,992	16,487	16,474	.0	(482)	.0	(482)	.0	15,992	.0	.0	.0	.0	300	08/01/2043	1
3138XP-MC-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		26,084	26,084	28,256	28,278	.0	(2,195)	.0	(2,195)	.0	26,084	.0	.0	.0	.0	694	03/01/2044	1
3138Y3-X7-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		9,084	9,084	9,666	9,660	.0	(576)	.0	(576)	.0	9,084	.0	.0	.0	.0	220	10/01/2044	1
3138YG-XF-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		16,408	16,408	16,632	16,630	.0	(222)	.0	(222)	.0	16,408	.0	.0	.0	.0	363	04/01/2045	1
3138YT-6D-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		26,052	26,052	27,232	27,269	.0	(1,218)	.0	(1,218)	.0	26,052	.0	.0	.0	.0	608	10/01/2045	1
3138YW-JZ-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,469	1,469	1,541	1,540	.0	(71)	.0	(71)	.0	1,469	.0	.0	.0	.0	37	10/01/2045	1
31391K-5X-1	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		.584	.584	.608	.604	.0	(19)	.0	(19)	.0	.584	.0	.0	.0	.0	23	05/01/2032	1
31402C-TT-9	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		14,179	14,179	15,655	15,514	.0	(1,334)	.0	(1,334)	.0	14,179	.0	.0	.0	.0	519	02/01/2034	1
31402C-Y3-0	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		5,016	5,016	5,368	5,334	.0	(318)	.0	(318)	.0	5,016	.0	.0	.0	.0	195	03/01/2034	1
31402Q-IV-7	FNMA PASS																					



STATEMENT AS OF SEPTEMBER 30, 2018 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2			3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
												11	12	13	14	15							
CUSIP Ident-ification	Description			For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Design-ation or Market In-dicator (a)
3140J5-QK-8	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		43,936	43,936	47,612	47,604	.0	(3,668)	.0	(3,668)	.0	43,936	.0	.0	.0	1,309	01/01/2043	1
3140J6-CR-6	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		27,418	27,418	28,279	28,277	.0	(859)	.0	(859)	.0	27,418	.0	.0	.0	615	01/01/2044	1
3140J7-XP-5	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		27,726	27,726	28,402	.0	.0	(676)	.0	(676)	.0	27,726	.0	.0	.0	438	06/01/2045	1
3140J8-AN-3	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		321,592	321,592	329,569	.0	.0	(7,977)	.0	(7,977)	.0	321,592	.0	.0	.0	4,849	02/01/2047	1
3140J8-ET-6	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		6,812	6,812	6,614	.0	.0	198	.0	198	.0	6,812	.0	.0	.0	17	11/01/2047	1
31410F-6B-6	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		15,558	15,558	17,040	16,930	.0	(1,373)	.0	(1,373)	.0	15,558	.0	.0	.0	674	04/01/2037	1
31410G-AQ-6	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		4,230	4,230	4,702	4,676	.0	(446)	.0	(446)	.0	4,230	.0	.0	.0	135	12/01/2036	1
31410G-RL-9	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		4,389	4,389	4,555	4,555	.0	(167)	.0	(167)	.0	4,389	.0	.0	.0	185	11/01/2037	1
31410K-NH-3	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		8,914	8,914	9,998	9,968	.0	(1,054)	.0	(1,054)	.0	8,914	.0	.0	.0	312	05/01/2038	1
31410K-RB-2	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,476	1,476	1,522	1,520	.0	(44)	.0	(44)	.0	1,476	.0	.0	.0	59	07/01/2038	1
31410K-T8-7	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		7,138	7,138	7,874	7,867	.0	(729)	.0	(729)	.0	7,138	.0	.0	.0	274	05/01/2037	1
31410K-US-1	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		14,510	14,510	15,998	15,921	.0	(1,411)	.0	(1,411)	.0	14,510	.0	.0	.0	499	08/01/2037	1
31410L-DU-3	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		626	626	672	670	.0	(44)	.0	(44)	.0	626	.0	.0	.0	18	02/01/2041	1
31410L-QQ-8	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		8,618	8,618	9,660	9,648	.0	(1,030)	.0	(1,030)	.0	8,618	.0	.0	.0	279	06/01/2041	1
31410L-S3-7	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		5,151	5,151	5,483	5,491	.0	(340)	.0	(340)	.0	5,151	.0	.0	.0	115	09/01/2043	1
31410L-TW-2	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		19,148	19,148	19,408	19,406	.0	(258)	.0	(258)	.0	19,148	.0	.0	.0	428	09/01/2046	1
31411B-GT-4	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,453	1,453	1,593	1,590	.0	(137)	.0	(137)	.0	1,453	.0	.0	.0	52	12/01/2036	1
31416B-LD-8	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		7,702	7,702	8,687	8,661	.0	(959)	.0	(959)	.0	7,702	.0	.0	.0	273	08/01/2037	1
31416C-JV-9	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		6,879	6,879	7,644	7,615	.0	(735)	.0	(735)	.0	6,879	.0	.0	.0	283	11/01/2038	1
31416T-ZU-6	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		688	688	768	766	.0	(78)	.0	(78)	.0	688	.0	.0	.0	26	07/01/2039	1
31416W-H3-9	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		8,719	8,719	9,538	9,513	.0	(793)	.0	(793)	.0	8,719	.0	.0	.0	269	06/01/2040	1
31417D-2G-7	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		997	997	1,046	1,043	.0	(46)	.0	(46)	.0	997	.0	.0	.0	18	11/01/2042	1
31417D-2M-4	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		3,163	3,163	3,169	3,168	.0	(5)	.0	(5)	.0	3,163	.0	.0	.0	61	11/01/2042	1
31417D-3H-4	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		6,088	6,088	6,409	6,396	.0	(308)	.0	(308)	.0	6,088	.0	.0	.0	117	11/01/2042	1
31417D-F9-9	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,368	1,368	1,447	1,441	.0	(73)	.0	(73)	.0	1,368	.0	.0	.0	26	10/01/2042	1
31417D-GE-7	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		4,304	4,304	4,155	4,165	.0	140	.0	140	.0	4,304	.0	.0	.0	84	10/01/2042	1
31417D-MU-4	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		766	766	806	803	.0	(37)	.0	(37)	.0	766	.0	.0	.0	16	10/01/2042	1
31417D-MV-2	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		3,486	3,486	3,673	3,658	.0	(171)	.0	(171)	.0	3,486	.0	.0	.0	71	10/01/2042	1
31417D-QW-6	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		5,572	5,572	5,862	5,839	.0	(267)	.0	(267)	.0	5,572	.0	.0	.0	106	10/01/2042	1
31417E-CK-5	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		3,544	3,544	3,663	3,662	.0	(118)	.0	(118)	.0	3,544	.0	.0	.0	68	12/01/2042	1
31417G-FT-8	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,093	1,093	1,115	1,114	.0	(20)	.0	(20)	.0	1,093	.0	.0	.0	25	04/01/2043	1
31417L-CP-8	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		6,259	6,259	6,658	6,641	.0	(381)	.0	(381)	.0	6,259	.0	.0	.0	187	09/01/2039	1
31418B-U7-9	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		15,076	15,076	16,126	16,148	.0	(1,073)	.0	(1,073)	.0	15,076	.0	.0	.0	392	09/01/2045	1
31418B-WU-6	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		2,206	2,206	2,331	2,331	.0	(124)	.0	(124)	.0	2,206	.0	.0	.0	55	11/01/2045	1
31418C-AY-0	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		25,363	25,363	26,738	26,730	.0	(1,367)	.0	(1,367)	.0	25,363	.0	.0	.0	701	08/01/2046	1
31418C-GE-8	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		1,296	1,296	1,288	.0	.0	8	.0	8	.0	1,296	.0	.0	.0	4	02/01/2047	1
31418C-NE-0	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		824	824	839	.0	.0	(16)	.0	(16)	.0	824	.0	.0	.0	3	08/01/2047	1
31418C-RC-0	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		175	175	174	.0	.0	1	.0	1	.0	175	.0	.0	.0	1	11/01/2047	1
31418C-V4-3	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	VARIOUS		795,652	767,620	804,082	.0	.0	(1,681)	.0	(1,681)	.0	802,400	.0	(6,749)	(6,749)	9,913	04/01/2048	1
31418M-2T-8	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		964	964	1,067	1,061	.0	(97)	.0	(97)	.0	964	.0	.0	.0	36	10/01/2039	1
31418M-EA-6	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		6,489	6,489	6,953	6,922	.0	(433)	.0	(433)	.0	6,489	.0	.0	.0	252	10/01/2038	1
31418M-FD-9	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		4,242	4,242	4,483	4,460	.0	(218)	.0	(218)	.0	4,242	.0	.0	.0	168	09/01/2039	1
31418M-GG-1	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		18,188	18,188	20,032	19,897	.0	(1,709)	.0	(1,709)	.0	18,188	.0	.0	.0	635	09/01/2038	1
31418M-SR-4	FNMA PASS-THRU	LNG	30 YEAR		09/25/2018	PRINCIPAL RECEIPT		2,434	2,434	2,708	2,705	.0	(271)	.0	(27								

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
31417C-GY-5	FNMA PASS-THRU SF30 LTV125+		09/25/2018	PRINCIPAL RECEIPT		9,644	9,644	9,863	9,860	.0	(216)	.0	(216)	.0	9,644	.0	.0	.0	.215	07/01/2042	1
31417C-GZ-2	FNMA PASS-THRU SF30 LTV125+		09/25/2018	PRINCIPAL RECEIPT		2,164	2,164	2,246	2,249	.0	(84)	.0	(84)	.0	2,164	.0	.0	.0	.48	07/01/2042	1
31417C-NZ-4	FNMA PASS-THRU SF30 LTV125+		09/25/2018	PRINCIPAL RECEIPT		2,751	2,751	2,855	2,858	.0	(108)	.0	(108)	.0	2,751	.0	.0	.0	.64	08/01/2042	1
31418A-Q3-5	FNMA PASS-THRU SF30 LTV125+		09/25/2018	PRINCIPAL RECEIPT		14,394	14,394	14,637	14,633	.0	(239)	.0	(239)	.0	14,394	.0	.0	.0	.316	03/01/2043	1
31368H-LZ-4	FNMA PASS-THRU LNG 30 YEAR		09/25/2018	PRINCIPAL RECEIPT		18,732	18,732	19,786	19,669	.0	(936)	.0	(936)	.0	18,732	.0	.0	.0	.705	12/01/2033	1
31392A-JW-9	FNMA REMIC TRUST 2001-50		09/25/2018	PRINCIPAL RECEIPT		4,964	4,964	5,249	5,079	.0	(115)	.0	(115)	.0	4,964	.0	.0	.0	.211	10/25/2041	1
31392B-MM-5	FNMA REMIC TRUST 2001-79		09/25/2018	PRINCIPAL RECEIPT		806	806	827	809	.0	(3)	.0	(3)	.0	806	.0	.0	.0	.32	03/25/2045	1
31392J-AA-7	FNMA REMIC TRUST 2003-W2		09/25/2018	PRINCIPAL RECEIPT		2,049	2,049	2,168	2,064	.0	(15)	.0	(15)	.0	2,049	.0	.0	.0	.80	07/25/2042	1
31393A-P9-2	FNMA REMIC TRUST 2003-W4		09/25/2018	PRINCIPAL RECEIPT		536	536	574	551	.0	(15)	.0	(15)	.0	536	.0	.0	.0	.19	10/25/2042	1
31394A-CM-6	FNMA REMIC TRUST 2004-W9		09/25/2018	PRINCIPAL RECEIPT		75,854	75,854	88,749	88,080	.0	(12,226)	.0	(12,226)	.0	75,854	.0	.0	.0	2,825	02/25/2044	1
31396X-D3-5	FNMA REMIC TRUST 2007-W10		09/25/2018	PRINCIPAL RECEIPT		13,036	13,036	14,136	14,029	.0	(992)	.0	(992)	.0	13,036	.0	.0	.0	.510	08/25/2047	1
31396Q-V3-0	FNMA REMIC TRUST 2009-66		09/25/2018	PRINCIPAL RECEIPT		7,987	7,987	8,771	8,593	.0	(597)	.0	(597)	.0	7,987	.0	.0	.0	.311	05/25/2039	1
31398N-2E-3	FNMA REMIC TRUST 2010-123		09/25/2018	PRINCIPAL RECEIPT		21,730	21,730	24,141	23,544	.0	(1,814)	.0	(1,814)	.0	21,730	.0	.0	.0	.889	11/25/2040	1
3136A3-7D-7	FNMA REMIC TRUST 2012-39		09/25/2018	PRINCIPAL RECEIPT		2,785	2,785	2,952	2,904	.0	(119)	.0	(119)	.0	2,785	.0	.0	.0	.63	03/25/2042	1
3136AM-D7-1	FNMA REMIC TRUST 2015-12		09/25/2018	PRINCIPAL RECEIPT		69,378	69,378	70,208	70,114	.0	(736)	.0	(736)	.0	69,378	.0	.0	.0	1,039	07/25/2044	1
3136B1-QK-8	FNMA REMIC TRUST 2018-44		09/25/2018	PRINCIPAL RECEIPT		9,462	9,462	9,644	.0	.0	(182)	.0	(182)	.0	9,462	.0	.0	.0	.64	06/25/2044	1
38376U-FZ-7	GNMA REMIC TRUST 2017-066		09/20/2018	PRINCIPAL RECEIPT		26,107	26,107	25,295	.0	.0	812	.0	812	.0	26,107	.0	.0	.0	.0	05/20/2045	1
3199999	Subtotal - Bonds - U.S. Special Revenues					6,318,641	6,292,805	6,603,560	4,205,956	.0	(235,852)	.0	(235,852)	.0	6,335,250	.0	(16,609)	(16,609)	134,934	XXX	XXX
90131H-AM-7	21ST CENTY FOX AMER INC		08/10/2018	MATURITY		200,000	200,000	240,204	207,518	.0	(7,518)	.0	(7,518)	.0	200,000	.0	.0	.0	.16	08/10/2018	2FE
00432C-AV-3	ACCESS PRIVATE ST LN 2003-A		09/13/2018	PRINCIPAL RECEIPT		71,222	71,222	71,355	71,324	.0	(102)	.0	(102)	.0	71,222	.0	.0	.0	1,455	07/01/2038	1FE
015510-AK-8	ALG STUDENT LN TR 2006 144A		07/28/2018	PRINCIPAL RECEIPT		312,000	312,000	307,710	309,362	.0	717	.0	717	.0	310,080	.0	1,920	1,920	2,990	10/28/2023	1FE
023772-AB-2	AMER AIRLINES PT TR 2013-1		07/15/2018	Sink PMT @ 100.0000000		6,746	6,746	6,746	6,746	.0	.0	.0	.0	.0	6,746	.0	.0	.0	.139	01/15/2027	1FE
02377U-AB-0	AMER AIRLINES PT TR 2013-2		07/15/2018	Sink PMT @ 100.0000000		6,298	6,298	6,298	6,298	.0	.0	.0	.0	.0	6,298	.0	.0	.0	.163	07/15/2024	2FE
05377R-BD-5	AVIS BUDGET RENTAL FDG 2013-1 144A		09/20/2018	PRINCIPAL RECEIPT		120,000	120,000	120,287	120,040	.0	(40)	.0	(40)	.0	120,000	.0	.0	.0	1,623	09/20/2019	1FE
	RBC CAPITAL MARKETS CORP																				
07177M-AD-5	BAXALTA INC		09/11/2018			171,616	172,000	173,066	172,661	.0	(187)	.0	(187)	.0	172,474	.0	(858)	(858)	2,473	06/23/2020	2FE
12189P-AG-7	BURLINGTON NORTHN SF RY PSTH CTF		07/15/2018	Sink PMT @ 100.0000000		571	571	571	571	.0	.0	.0	.0	.0	571	.0	.0	.0	.36	01/15/2021	1FE
14916R-AE-4	CATHOLIC HEALTH INITIATIVES		08/01/2018	MATURITY		105,000	105,000	104,956	104,994	.0	.6	.0	.6	.0	105,000	.0	.0	.0	2,730	08/01/2018	2FE
	MCDONALD & COMPANY																				
126117-AS-9	CNA FINL CORP		09/05/2018	SECURITIES		180,261	180,000	179,366	179,574	.0	.40	.0	.40	.0	179,614	.0	.647	.647	5,767	05/15/2024	2FE
12591R-AX-8	COMM MTG TR 2014-CORE15		09/12/2018	PRINCIPAL RECEIPT		139,287	139,287	143,248	140,537	.0	(1,251)	.0	(1,251)	.0	139,287	.0	.0	.0	2,512	02/12/2047	1FM
22822R-AZ-3	CROWN CASTLE TOWERS LLC 144A		07/17/2018	BARCLAYS CAPITAL		488,674	475,000	526,433	520,533	.0	(663)	.0	(663)	.0	519,870	.0	(31,196)	(31,196)	13,530	08/15/2040	1FE
126410-LM-9	CSX TRANSPN INC 2007-1		07/15/2018	PRINCIPAL RECEIPT		4,663	4,663	4,663	4,663	.0	.0	.0	.0	.0	4,663	.0	.0	.0	.146	01/15/2023	1FE
233046-AE-1	DB MASTER FIN LLC 2017-1		08/20/2018	PRINCIPAL RECEIPT		525	525	525	525	.0	.0	.0	.0	.0	525	.0	.0	.0	.11	11/20/2047	2AM
25272U-AA-9	DIAMOND RESORTS TR 2013-2 144A		08/31/2018	VARIOUS		28,900	28,900	28,894	28,989	.0	(89)	.0	(89)	.0	28,900	.0	.0	.0	.447	05/20/2026	1FE
29372E-BJ-6	ENTERPRISE FLEET FNC 2015-1 144A		09/20/2018	PRINCIPAL RECEIPT		95,009	95,009	94,993	95,007	.0	.2	.0	.2	.0	95,009	.0	.0	.0	1,099	09/21/2020	1FE
29372E-BV-9	ENTERPRISE FLEET FNC 2017-1		09/20/2018	PRINCIPAL RECEIPT		22,489	22,489	22,489	22,493	.0	(4)	.0	(4)	.0	22,489	.0	.0	.0	.294	07/20/2022	1FE
31331F-BA-8	FEDERAL EXPRESS 7.65%		07/15/2018	Sink PMT @ 100.0000000		705	705	705	705	.0	.0	.0	.0	.0	705	.0	.0	.0	.30	07/15/2024	1FE
40964K-AA-3	HANA SBL LN TR 2016-1		09/25/2018	PRINCIPAL RECEIPT		127,031	127,031	130,683	.0	.0	(3,652)	.0	(3,652)	.0	127,031	.0	.0	.0	2,753	08/25/2042	1FE
419838-AA-5	HAWAIIAN AIRL TR 2013-1		07/15/2018	PRINCIPAL RECEIPT		34,244	34,244	35,048	34,948	.0	(704)	.0	(704)	.0	34,244	.0	.0	.0	.692	07/15/2027	1FE
43284A-AA-2	HILTON GRAND VACA TR 2014-A 144A		09/25/2018	PRINCIPAL RECEIPT		5,460	5,460	5,460	5,468	.0	(8)	.0	(8)	.0	5,460	.0	.0	.0	.61	11/25/2026	1FE
43789A-AA-2	HOMEWARD OPPT FUND TR 2018-1		09/25/2018	VARIOUS		8,689	8,689	8,688	.0	.0	.0	.0	.0	.0	8,688	.0	.0	.0	.27	06/25/2048	1FE
44923Q-AG-9	HYUNDAI CAP AMER INC 144A		08/09/2018	MATURITY		100,000	100,000	99,700	99,961	.0	.39	.0	.39	.0	100,000	.0	.0	.0	2,875	08/09/2018	2FE
47760Q-AA-1	JIMMY JOHNS FDG 2017-1 144A		07/30/2018	PRINCIPAL RECEIPT		163	163	163	163	.0	.0	.0	.0	.0	163	.0	.0	.0	.3	07/30/2047	2AM
46648U-AF-1	JP MORGAN MTG TR 2017-4		09/25/2018	PRINCIPAL RECEIPT		84,700	84,700	85,269	85,253	.0	(553)	.0	(553)	.0	84,700	.0	.0	.0	1,476	11/25/2048	1FM
55616X-AC-1	MACYS RETAIL HLDGS INC		07/26/2018	MORGAN STANLEY		408,184	375,000	437,554	420,769	.0	(1,972)	.0	(1,972)	.0	418,796	.0	(10,613)	(10,613)	25,156	02/15/2028	2FE
59166D-AA-5	METLIFE SEC TR 2018-1		09/25/2018	PRINCIPAL RECEIPT		5,358	5,358	5,367	.0	.0	(10)	.0	(10)	.0	5,358	.0	.0	.0	.17	03/25/2057	1FE
55315C-AD-9	MIAF EQUIP FIN LLC 2014-A 144A		09/08/2018	PRINCIPAL RECEIPT		10,906	10,906	10,903	10,906	.0	(1)	.0	(1)	.0	10,906	.0	.0	.0	.105	02/08/2022	1FE
61763M-AA-8	MS BOFAML TRUST 2014-C16		09/17/2018	PRINCIPAL RECEIPT		4,913	4,913	4,913	4,911	.0	.2	.0	.2	.0	4,913	.0	.0	.0	.44	06/17/2047	1FM
553893-AA-6	MVVI OWNER TRUST 2013-144A		09/20/2018	PRINCIPAL RECEIPT		2,063	2,063	2,063	2,069	.0	(5)	.0	(5)	.0	2,063	.0	.0	.0	.27	04/22/2030	1FE
55388P-AA-8	MVVI OWNER TRUST 2015-1 144A		09/20/2018	PRINCIPAL RECEIPT		3,836	3,836	3,836	3,848	.0	(12)	.0	(12)	.0	3,836	.0	.0	.0	.61	12/20/2032	1FE
63940C-AA-2	NAVIENT STUDENT LN TR 2017-5		09/25/2018	PRINCIPAL RECEIPT		156,593	156,593	157,963	.0	.0	(1,370)	.0	(1,370)	.0	156,593	.0	.0	.0	1,487	07/26/2066	1FE
	BANC AMERICA SECURITIES																				
668444-AP-7	NORTHWESTERN UNIV		09/11/2018	LLC		525,234	550,000	550,000	550,000	.0	.0	.0	.0	.0	550,000	.0	(24,767)	(24,767)	.16	12/01/2050	1FE
740816-AM-5	PRESIDENT&FELLOW HARVARD COLL		09/11/2018	VARIOUS		469,961	525,000	524,108	524,130	.0	.13	.0	.13	.0	524,144	.0	(54,182)	(54,182)	.19	07/15/2046	1FE
81747E-AC-1	SEQUOIA MTG TR 2018-CH2		09/25/2018	PRINCIPAL RECEIPT		28,079	28,079	28,251	.0	.0	(173)	.0	(173)	.0	28,079	.0	.0	.0	.215	06/25/2048	1FE
82652J-AA-5	SIERRA TIMSHR RECV FDG 2015-3 144A		09/20/2018	PRINCIPAL RECEIPT		4,881	4,881	4,880	4,899	.0	(18)	.0	(18)	.0	4,881	.0	.0	.0	.80	09/20/2032	1FE

STATEMENT AS OF SEPTEMBER 30, 2018 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recog-nized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
78446X-AB-1	SLM PRIV ED LN TR 2012-B 144A		07/15/2018	PRINCIPAL RECEIPT		17,442	17,442	17,440	17,442	0	(1)	0	(1)	0	17,442	0	0	0	600	10/15/2030	1FE
784456-AC-9	SMB PRIVATE ED LN TR 2014-A		09/15/2018	PRINCIPAL RECEIPT		56,752	56,752	57,326	0	0	(574)	0	(574)	0	56,752	0	0	0	473	05/15/2026	1FE
78448P-AB-6	SMB PRIVATE ED LN TR 2015-A 144A		09/15/2018	PRINCIPAL RECEIPT		8,626	8,626	8,625	8,628	0	(2)	0	(2)	0	8,626	0	0	0	129	06/15/2027	1FE
89172H-AK-3	TOWD POINT MTG TR 2015-3 144A		09/25/2018	PRINCIPAL RECEIPT		7,209	7,209	7,211	7,202	0	7	0	7	0	7,209	0	0	0	137	03/25/2054	1FM
90783W-AA-1	UNION PAC RR CO 06-1 PSTH TR		07/15/2018	PRINCIPAL RECEIPT		529	529	529	529	0	0	0	0	0	529	0	0	0	31	07/02/2030	1FE
90783X-AA-9	UNION PACIFIC RR CO 2007-3		07/19/2018	PRINCIPAL RECEIPT		6,660	6,660	6,660	6,660	0	0	0	0	0	6,660	0	0	0	411	01/02/2031	1FE
92937U-AD-0	WFRBS COML MTG TR 2013-C13		09/20/2018	MORGAN STANLEY		358,384	365,000	375,943	371,415	0	(880)	0	(880)	0	370,535	0	(12,150)	(12,150)	8,915	05/17/2045	1FM
03763Y-AL-0	APIDOS CLO X1 2013-11R	C	07/17/2018	PRINCIPAL RECEIPT		31,250	31,250	31,387	31,380	0	(130)	0	(130)	0	31,250	0	0	0	841	10/17/2028	1FE
67103Q-AA-5	OFSI FD LTD 2013-5 144A	D	07/17/2018	PRINCIPAL RECEIPT		229,068	229,068	229,412	229,607	0	(539)	0	(539)	0	229,068	0	0	0	6,287	04/17/2025	1FE
71654Q-BJ-0	PETROLEOS MEXICANOS	C	07/18/2018	MATURITY		280,000	280,000	282,906	280,351	0	(351)	0	(351)	0	280,000	0	0	0	9,800	07/18/2018	2FE
92915U-AA-2	VOYA CLO 2017-2 LTD /VOYA CLO 144A	C	07/15/2018	PRINCIPAL RECEIPT		150,000	150,000	150,000	150,000	0	0	0	0	0	150,000	0	0	0	3,162	06/07/2030	1FE
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						5,080,181	5,119,863	5,294,797	4,843,079	0	(19,983)	0	(19,983)	0	5,211,379	0	(131,199)	(131,199)	153,435	XXX	XXX
8399997. Total - Bonds - Part 4						59,336,922	59,538,016	60,310,861	13,469,757	0	(289,022)	0	(289,022)	0	59,921,073	0	(584,153)	(584,153)	775,178	XXX	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999. Total - Bonds						59,336,922	59,538,016	60,310,861	13,469,757	0	(289,022)	0	(289,022)	0	59,921,073	0	(584,153)	(584,153)	775,178	XXX	XXX
8999997. Total - Preferred Stocks - Part 4						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9799997. Total - Common Stocks - Part 4						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9899999. Total - Preferred and Common Stocks						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9999999 - Totals						59,336,922	XXX	60,310,861	13,469,757	0	(289,022)	0	(289,022)	0	59,921,073	0	(584,153)	(584,153)	775,178	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues.....0

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open  
**N O N E**

Schedule DB - Part B - Section 1 - Futures Contracts Open  
**N O N E**

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made  
**N O N E**

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open  
**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By  
**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To  
**N O N E**

Schedule DL - Part 1 - Reinvested Collateral Assets Owned  
**N O N E**

Schedule DL - Part 2 - Reinvested Collateral Assets Owned  
**N O N E**

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
					First Month	Second Month	Third Month	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date				*
SunTrust Bank ..... Nashville, TN .....		0.000	0	0	(16,967,082)	(50,436,707)	(86,035,084)	XXX
Wells Fargo Bank ..... Roanoke, VA .....		0.000	0	0	(1,486,697)	(2,241,685)	(1,674,262)	XXX
0199998. Deposits in ... 0 depositories that do not exceed the allowable limit in any one depository (See instructions) - Open Depositories	XXX	XXX	0	0	0	0	0	XXX
0199999. Totals - Open Depositories	XXX	XXX	0	0	(18,453,779)	(52,678,392)	(87,709,346)	XXX
0299998. Deposits in ... 0 depositories that do not exceed the allowable limit in any one depository (See instructions) - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0299999. Totals - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0399999. Total Cash on Deposit	XXX	XXX	0	0	(18,453,779)	(52,678,392)	(87,709,346)	XXX
0499999. Cash in Company's Office	XXX	XXX	XXX	XXX	0	0	0	XXX
0599999. Total - Cash	XXX	XXX	0	0	(18,453,779)	(52,678,392)	(87,709,346)	XXX

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

[illegible]